

COUNTY OF SALEM,
STATE OF NEW JERSEY
FINANCIAL STATEMENTS AND
SUPPLEMENTAL DATA
DECEMBER 31, 2015

**COUNTY OF SALEM
STATE OF NEW JERSEY**

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STATE OF NEW JERSEY**

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State of New Jersey**

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State of New Jersey**

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INTRODUCTORY SECTION

COUNTY OF SALEM, STATE OF NEW JERSEY

OFFICIALS IN OFFICE

DECEMBER 31, 2015

Board of Chosen Freeholders

	<u>Term</u>		<u>Surety Bond</u>
Julie A. Acton	2016	Freeholder Director	
Ben H. Laury	2018	Freeholder Deputy Director	
Dale A. Cross	2017	Freeholder	
Beth E. Timberman	2015	Freeholder	
Robert J. Vanderslice	2017	Freeholder	
Lee R. Ware	2016	Freeholder	
Douglass H. Painter	2017	Freeholder	
Kevin L. Crouch		Clerk of the Board of Freeholders	

Officials

Michael M. Mulligan, Esq.	County Counsel	
	County Treasurer/ Business Administrator	\$ 568,000
Katie B. Coleman, CFO, Treasurer	Director of Operations, Payroll & Human Resources	
Stacy Pennington		

County Auditor

Nightlinger, Colavita & Volpa, PA, Certified Public Accountants
Williamstown, New Jersey

Bond Counsel

Archer & Grenier, P.C.
Red Bank, New Jersey

Paul L. Reed	Deputy County Clerk	\$ 50,000
Charles M. Miller	Sheriff	50,000
Warren K. Mabey	Undersheriff	50,000
Gilda T. Gill	County Clerk	50,000
John Cuzzupe	Undersheriff	50,000
Nicki Burke	Surrogate	35,000

NIGHTLINGER, COLAVITA & VOLPA

A Professional Association

Certified Public Accountants

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June 29, 2016

INDEPENDENT AUDITOR'S REPORT

The Honorable Freeholder Director and
Members of the Board of Chosen
Freeholders of the County of Salem,
State of New Jersey

Mesdames and Gentlemen:

Report on the Financial Statements

We have audited the accompanying financial statements – regulatory basis of the County of Salem, State of New Jersey (the "County"), as of and for the year ended December 31, 2015, and the related notes to financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

Auditor's Responsibility (Continued)

In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A, these financial statements are prepared on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the County of Salem, State of New Jersey, as of December 31, 2015, or the changes in financial position for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective fund balance of various funds of the County as of December 31, 2015, and the respective changes in fund balance thereof for the year the ended, in accordance with the financial reporting provisions set forth by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Report on Summarized Comparative Information

The financial statements of the County of Salem as of December 31, 2014, were audited by other auditors whose report, dated August 4, 2015, expressed an unmodified opinion on those audited financial statements, in accordance with the financial reporting provisions described in Note A. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Supplementary and Other Information

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The supplemental schedules as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, are presented for purposes of additional analysis are not a required part of the basic financial statements.

These schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. These schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other addition procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole, on the basis of accounting described in Note A.

The accompanying schedule of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by the Uniform Guidance and New Jersey Circular 15-08 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introduction section, general comments, schedule of current year findings and recommendations, summary schedule of prior year findings and statistical section as listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated June 29, 2016, on our consideration of the County of Salem's, State of New Jersey, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. The report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the County of Salem's internal control over financial reporting and compliance.

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, P.A.

Raymond Colavita, C.P.A.
Registered Municipal Accountant

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A Professional Association

Certified Public Accountants

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June 29, 2016

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

INDEPENDENT AUDITOR'S REPORT

The Honorable Freeholder Director and
Members of the Board of Chosen
Freeholders of the County of Salem,
State of New Jersey

Mesdames and Gentlemen:

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed Division of Local Government Services, Department of Community Affairs, State of New Jersey of the County of Salem, State of New Jersey, as of and for the year ended December 31, 2015, and the related notes to financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 29, 2016, in which we expressed an adverse opinion on the conformity of the financial statements with accounting principles generally accepted in the United States of America due to differences between those principles and accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purposes of expressing our opinions on the financial statements, but not for expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. We did, however, identify one immaterial matter that was reported in the Schedule of Findings and Recommendations section of the audit, labeled Finding 2015-2.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Recommendations section of the audit, labeled 2015-1.

County's Response to Finding

The County's response to the findings identified in our audit is described in the accompanying Schedule of Current Year Findings and Recommendations. The County's response was not subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, P.A.

Raymond Colavita, C.P.A.
Registered Municipal Accountant

BASIC FINANCIAL STATEMENTS

EXHIBIT A
(1)

COUNTY OF SALEM
CURRENT FUND
STATEMENTS OF ASSETS, LIABILITIES AND FUND BALANCE
STATUTORY BASIS
DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

Assets	Ref.	2015	2014
Current Fund			
Cash	A-4	\$ 6,751,749	\$ 10,929,952
Due from State of NJ - Special Election Reimb.	A-1		1,257
		<u>6,751,749</u>	<u>10,931,209</u>
Receivables with Full Reserves:			
Taxes Receivable	A-5	83,952 ✓	48,818
Revenue Accounts Receivable	A-8	201,144	7,722,226
Due from Grant Fund	A-9	956,060	
Due from Trust Fund	A-9	130,787	75,578
Mortgages Receivable	A-10	538,013	
Refund Receivable	A-4	18,551	
Total Receivables with Full Reserves		<u>1,928,507</u>	<u>7,846,622</u>
Deferred Charges:			
Special Emergency Authorization	A-6	68,674 ✓	149,374
Overexpenditure of Appropriations	A-7	716,581 ✓	478,418
Overexpenditure of Appropriation Reserves	A-7	107,925 ✓	73,214
Total Deferred Charges		<u>893,180</u>	<u>701,006</u>
Total Current Fund		<u>9,573,436</u>	<u>19,478,837</u>
Federal and State Grant Fund			
Due from Current Fund	A-15		
Grants Receivable	A-14	27,825,912	25,260,996
Due from Current Fund	A-9		977,033
Total Federal and State Grant Fund		<u>27,825,912</u>	<u>26,238,029</u>
		<u>\$ 37,399,348</u>	<u>\$ 45,716,866</u>

See Notes to Financial Statements

COUNTY OF SALEM
CURRENT FUND
STATEMENTS OF ASSETS, LIABILITIES AND FUND BALANCE
STATUTORY BASIS
DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

Liabilities, Reserves and Fund Balance	Ref.	2015	2014
Current Fund			
Appropriation Reserves	A-3	\$ 811,121✓	\$ 971,224
Reserve for Encumbrances	A-3	1,201,887✓	1,337,084
Due Open Space Trust	A-9	24,920✓	2,863
Due to Capital Fund	A-9	4,713✓	5,841
Due Federal and State Grant Fund	A-9		977,033
Accounts Payable	A-11	5,588✓	21,576
Reserve for Special Emergency - Hurricane Sandy	A-13	33,160✓	33,160
Reserve for Reconstruction of Various County Roads	A-13	128,803✓	128,803
Transportation OOA Program	A-13	3,748✓	
Reserve for Payment of Debt - 2011 Storms	A-13	354,529✓	692,452
Reserve for Type 1 School - Debt Payment	A-13		16,008
Reserve for Payment of Debt	A-13	96,903✓	120,699
Reserve for Repair and Reconstruction of Roads			
Bridges and Railroads	A-13	246,557✓	327,257
Reserve for JACC/CAP	A-13	7,220✓	69,220
		<u>2,919,149</u>	<u>4,703,220</u>
Reserve for Receivables		1,928,507	7,846,622
Fund Balance	A-1	4,725,780	6,928,995
Total Current Fund		<u>9,573,436</u>	<u>19,478,837</u>
Federal and State Grant Fund			
Due to Current Fund	A-9	956,060	
Reserve for Encumbrances	A-15	4,640,491	5,598,190
Reserve for Appropriated Grants	A-15	22,081,215	20,496,763
Reserve for Unappropriated Grants	A-16	148,146	143,076
Total Federal and State Grant Fund		<u>27,825,912</u>	<u>26,238,029</u>
		<u>\$ 37,399,348</u>	<u>\$ 45,716,866</u>

See Notes to Financial Statements

CURRENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015
(WITH COMPARATIVE TOTALS FOR 2014)

	Ref.	2015	2014
Revenue and Other Income Realized			
Fund Balance Utilized	A-1	\$ 4,415,186	\$ 2,884,898
Miscellaneous Revenue Anticipated	A-2	32,002,420	32,977,715
Receipts from Current Taxes	A-5	51,448,093	50,310,877
Non-Budget Revenues	A-2	2,466,366	845,641
Other Credits to Income:			
Added and Omitted Taxes			131,247
Cancellation of Grants	A-9	125,509	682,483
Cancellation of Trust Reserves	A-9	19,301	
Unexpended Balance of Appropriation Reserves	A-12	321,817	382,697
Reimbursement of Grant Expenditures			32,757
Interfunds Returned			173,281
Total Income		<u>90,798,692</u>	<u>88,421,596</u>
Expenditures:			
Budget Appropriations:			
Operations:			
Salaries and Wages	A-3	29,632,513	28,831,782
Other Expenses	A-3	46,151,322	46,436,200
Capital Improvements			1,935
Debt Service	A-3	5,078,823	4,910,700
Deferred Charges and Statutory Expenditures	A-3	6,752,132	6,029,764
Judgments	A-3	119,422	102,330
Overexpenditure of Appropriation Reserves	A-7	107,925	73,214
Interfunds Advanced	A-9	1,011,269	86,771
Mortgage Receivable Transferred	A	538,013	
Refund Receivable	A-4	18,551	
Prior Year Receivable Adjustment	A	1,257	
Total Expenditures		<u>89,411,227</u>	<u>86,472,696</u>
Excess in Revenues		1,387,465	1,948,900
Adjustments to Income before Fund Balance:			
Expenditures included above which are by Statute Deferred			
Charges to the Budget of the Succeeding Years:			
Overexpenditure of Budget Appropriations	A-7	716,581	478,418
Overexpenditure of Appropriation Reserves	A-7	107,925	73,214
Statutory Excess to Fund Balance		2,211,971	2,500,532
Fund Balance - January 1	A	6,928,995	7,313,361
		<u>9,140,966</u>	<u>9,813,893</u>
Decreased by:			
Utilized as Anticipated Revenue	A-1	4,415,186	2,884,898
Fund Balance - December 31	A	<u>\$ 4,725,780</u>	<u>\$ 6,928,995</u>

See Notes to Financial Statements

CURRENT FUND
STATEMENT OF REVENUES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

Ref.	Anticipated		Budget after Modification	Realized	Excess (Deficit)
	Adopted Budget	Special 40A: 4-87			
A-1	\$ 4,415,186	\$ -	\$ 4,415,186	\$ 4,415,186	\$ -
Fund Balance Anticipated					
Miscellaneous Revenues:					
Local Revenues:					
County Clerk	453,000		453,000	453,000	
Surrogate	64,000		64,000	119,049	55,049
Sheriff	52,000		52,000	52,000	
Interest on Investments and Deposits	41,000		41,000	21,034	(19,966)
Constitutional Officers Salary Reimbursement	96,200		96,200	96,200	
Refunds - Public Health Department	37,500		37,500	44,402	6,902
Planning Board - Development Review Fees	8,700		8,700	4,831	(3,869)
Due from Lower Alloways Creek Township	2,195,000		2,195,000	2,195,000	
One Stop Administrative/Rent	60,000		60,000	51,021	(8,979)
Bail Forfeiture	30,000		30,000	86,850	56,850
County Dispatch Service:					
Elmer Borough	10,700		10,700	10,700	
Woodstown Borough	32,000		32,000	32,000	
City of Salem	138,000		138,000	129,010	(8,990)
LAC Township	39,795		39,795	39,795	
Pennsville	75,000		75,000	75,000	
Carneys Point	75,000		75,000	59,822	(15,178)
Home Detention	75,000		75,000	59,822	(15,178)
Jail Miscellaneous	53,000		53,000	44,320	(8,680)
Indirect Costs	154,000		154,000	162,092	8,092
Inmate Health/Reimbursement to Salem County	30,000		30,000	3,494	(26,506)
Jail Telephone	6,500		6,500	7,791	1,291
Unification Reimbursement	128,000		128,000	132,355	4,355
Fire School	166,000		166,000	146,391	(19,609)
Revolving Loan Fund	20,000		20,000	15,055	(4,945)
Meals on Wheels Rent	17,500		17,500	10,803	(6,697)
State Prisoners	6,000		6,000	6,000	
Pollution Control - Treasurer	8,600		8,600	16,640	8,040
Prior Year Expenses	26,000		26,000	26,000	
	250,000		250,000	222,876	(27,124)
State Aid:					
State Aid - County College Bonds (NJSA 18A:64A-22.6)	346,999		346,999	275,669	(71,330)
Public Health Priority Funding - 1977	48,000		48,000	55,773	7,773
Debt Service - State Aid (Type I) - Special Services School District	257,743		257,743	293,381	35,638

CURRENT FUND
STATEMENT OF REVENUES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Ref.	Anticipated		Budget after Modification	Realized	Excess (Deficit)
		Adopted Budget	Special 40A: 4-87			
State Assumption of Costs of County Social & Welfare Service & Psychiatric Facilities						
Social and Welfare Service (c.66,P.L. 1990):	A-8	\$	\$	\$	\$	\$ (986,279)
Division of Youth and Family Services	A-8			986,279	-	(986,279)
Supplemental Social Security Income				161,485	92,039	(69,446)
Psychiatric Facilities (C.73,P.L 1990):						
Maintenance of Patients in State Institution for Mental Diseases	A-8			1,331,018	1,373,508	42,490
Maintenance of Patients in State Institutions for Mentally Retarded	A-8			2,737,021	2,737,021	
Board of County Patients in State and Other Institutions	A-8			31,000	26,032	(4,968)
Division of Developmental Disabilities (DDD):						
Revenue Assessment Program	A-8			23,265	23,265	(23,265)
Special Items of General Revenue Anticipated with Prior Written Consent of Director of						
Local Government Services - Public and Private Revenues Offset with Appropriations						
Area Plan Grant	A-14			847,581	970,458	
Alcohol and Drug Abuse Services	A-14			234,058	234,058	
Municipal Alliance to Prevent Alcoholism and Drug Abuse	A-14				137,801	
Senior Citizen and Disabled Resident Transportation Program	A-14			341,016	559,708	
PASP - Personal Assistance Services Program	A-14			22,228	22,228	
Prosecutor's Insurance Fraud Reimbursement Program	A-14			150,240	150,240	
Victims of Crime Act Grant Program (VOCA)	A-14			111,556	111,556	
Juvenile Justice Commission State/Community Partnership	A-14			200,966	200,966	
Juvenile Justice Commission Family Court Services	A-14			100,261	100,261	
WIA Adult	A-14				169,696	
WIA Youth	A-14				172,343	
WIA Dislocated Workers	A-14				183,389	
WIA Dislocated Workers - EF	A-14				39,943	
New Jersey Transit Section 5311	A-14				339,180	
NJ Transportation Trust Fund Authority - Murphy's Bridge	A-14			1,000,000	1,000,000	
Medical Reserve Corp	A-14			3,500	3,500	
Bulletproof Vest Partnership	A-14				6,940	
MIPPA Outreach	A-14			40,000	40,000	
Conducted Energy Device Assistance Program	A-14				11,350	
HAVA Section 261	A-14			10,768	38,863	
Prosecutor Body Armor	A-14				2,268	
Sheriff Body Armor	A-14				18,854	

CURRENT FUND
STATEMENT OF REVENUES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Ref	Anticipated		Budget after Modification	Realized	Excess (Deficit)
		Adopted Budget	Special 40A: 4-87			
Work First New Jersey TANF	A-14	\$	\$	440,796	\$	440,796
Work First New Jersey TANF - Case Management	A-14		86,063	86,063		86,063
Work First New Jersey EEI/CAVP	A-14		20,736	20,736		20,736
Work First New Jersey TANF - Work Verification	A-14		15,638	15,638		15,638
Work First New Jersey - GA/SNAP	A-14	-	144,149	144,149		144,149
Work First New Jersey - GA/SNAP - Case Management	A-14		28,356	28,356		28,356
JAG Megans Law	A-14	3,752		3,752		3,752
Subregional Transportation Planning	A-14		58,000	58,000		58,000
Veterans Transportation Grant	A-14		13,000	13,000		13,000
Title IV-D	A-14	233,882		233,882		233,882
Public Health Preparedness and Response to Bioterrorism	A-14		260,348	260,348		260,348
EMAA	A-14	88,000		88,000		88,000
New Jersey Farm Bureau	A-14	20,000		20,000		20,000
Health and Wellness Foundation - Narcan Kits	A-14	2,205		2,205		2,205
Health and Wellness Foundation - Healthy Community Development	A-14		20,000	20,000		20,000
Health and Wellness Foundation - Alcohol & Drug Residential Services	A-14		30,000	30,000		30,000
Salem Wellness Foundation - Flu Clinics	A-14		40,000	40,000		40,000
Health and Wellness Foundation - Specialized Transportation	A-14		166,000	166,000		166,000
Pascale Sykes Economic Initiative	A-14	45,000		45,000		45,000
SART/SANE	A-14	42,619		42,619		42,619
NJ Dept. of Human Services - SHIP	A-14		27,000	27,000		27,000
NJ Dept of Transportation - 2014 County Aid - ATP	A-14		2,365,000	2,365,000		2,365,000
NJ Dept of Transportation - 2015 County Aid - ATP	A-14		2,365,000	2,365,000		2,365,000
NJ Dept. of Health - Seniors Farmers Market Nutrition	A-14		500	500		500
NJ Dept. of Health - Healthy Community Initiative	A-14		12,000	12,000		12,000
Multi Jurisdictional Task Force	A-14		119,761	119,761		119,761
NJ Department of Health - Special Child Health Management 2016	A-14		39,895	39,895		39,895
FFY15 State Homeland Security Program (SHSP)	A-14		100,000	100,000		100,000
NJ Dept. of Transportation - 2015 Federal Aid Program	A-14		231,460	231,460		231,460
NJDEP - 2015 Stormwater Management	A-14		20,000	20,000		20,000
NJ Dept. of Agriculture - 2015 Crop Insurance Education	A-14		178,665	178,665		178,665
USDOC - State Criminal Alien Assistance Program (SCAAP)	A-14		22,717	22,717		22,717
NJ Office of Emergency Management - RERP FY 2016	A-14		256,544	256,544		256,544
NJ Historical Commission Grant	A-14		7,351	7,351		7,351
NJ Dept of Health - Right to Know	A-14		8,786	8,786		8,786

CURRENT FUND
STATEMENT OF REVENUES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Ref	Anticipated		Budget after Modification	Realized	Excess (Deficit)
		Adopted Budget	Special 40A: 4-87			
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Other Special Items						
Added and Omitted Taxes	A-8	\$ 125,000	\$ -	\$ 125,000	\$ 335,720	\$ 210,720
Salem County Area Office of Aging	A-8	58,000		58,000	58,000	
Salem County Community Bus Service - NJ Transit Contract	A-8	1,331,000		1,331,000	1,441,282	110,282
County Welfare Office - Social Services	A-8	126,000		126,000	127,182	1,182
Rent - Agriculture Building	A-8	92,925		92,925	92,925	
Board of Male Inmates in County Jail	A-8	5,995,000		5,995,000	6,099,507	104,507
Board of Federal Inmates in County Jail	A-8	337,000		337,000	555,334	218,334
Gloucester County Alternative Youth Shelter Beds	A-8	79,000		79,000	86,787	7,787
NEXTEL-Communication Tower	A-8	18,000		18,000	16,500	(1,500)
Sheriff Additional Fees	A-8	30,000		30,000	35,927	5,927
Board of Elections	A-8	30,000		30,000	6,957	(23,043)
Title Section IV-D Reimbursement from State of NJ	A-8	194,500		194,500	249,715	(194,500)
Salem County Improvement Authority	A-8	249,715		249,715	262	
Reserve for 911	A-9	262		262	951,090	
Reserve for Revolving Loan Program	A-9	951,090		951,090	200,000	
Capital fund Balance	A-9	200,000		200,000	62,000	
Reserve for JACC/CAP	A-13	62,000		62,000	16,008	
Reserve for Payment of Type 1 School Debt	A-13	16,008		16,008	120,000	
Reserve for Debt Service - Retail Building	A-13	120,000		120,000	337,923	
Reserve for Debt Service - 2011 Storms	A-13	337,923		337,923	80,700	
Reserve for Special Emergency	A-13	80,700		80,700		
Total Miscellaneous Revenues	A-1	24,128,060	8,529,193	32,657,253	32,002,420	(654,833)
Amount to be Raised by Taxation - County Purpose Tax	A-5	51,448,093		51,448,093	51,448,093	
Budget Totals		\$ 79,991,339	\$ 8,529,193	\$ 88,520,532	\$ 87,865,699	\$ (654,833)
Miscellaneous Revenue Not Anticipated	A-1,8				2,466,366	
Total Revenues					\$ 90,332,065	

Ref. A-3 A-3

See Notes to Financial Statements

**CURRENT FUND
STATEMENT OF MISCELLANEOUS REVENUES ANTICIPATED
STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015**

	<u>Ref</u>		
Revenue Accounts Receivable	A-8	\$ 17,871,892	
Added and Omitted Taxes	A-5	335,720	
Transfers from Reserves - Trust Fund	A-9	951,352	
Capital Fund Balance Anticipated	A-9	200,000	
Transfers from Reserves - Current Fund	A-13	616,631	
Grant Revenues - Original Budget	A-14	3,497,632	
Grant Revenues - Added by 40A:4-87	A-14	8,529,193	
		<hr/>	
		\$ 32,002,420	
	<u>Ref.</u>		<u>A-1, A-4</u>

See Notes to Financial Statements

CURRENT FUND
STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Budget	Budget After Modification	Expended	Encumbered	Paid or Charged	Cancelled	Reserved	Over- Expended
ADMINISTRATIVE AND EXECUTIVE								
Board of Chosen Freeholders								
Salaries and Wages	\$ 130,000	\$ 128,700	\$ 126,222	\$ -	\$ 126,222	\$ -	\$ 2,478	\$ -
Other Expenses	20,000	20,000	19,054	225	19,279		721	
Purchase Department and Inventory Control								
Salaries and Wages	90,500	90,675	88,832		88,832		1,843	
Other Expenses	5,850	5,850	3,934	133	4,067		1,783	
Clerk of the Board								
Salaries and Wages	275,000	276,750	271,403		271,403		5,347	
Other Expenses	10,170	10,170	8,981	1,127	10,108		62	
Personnel/HR								
Salaries and Wages	210,000	250,000	245,860		245,860		4,140	
Other Expenses	198,500	213,000	190,954	6,192	197,146		15,854	
County Clerk								
Salaries and Wages	418,000	416,900	408,780		408,780		8,120	
Other Expenses	31,500	17,000	9,997	495	10,492		6,508	
Election Costs	95,000	95,000	51,273		51,273		43,727	
Grant Management								
Other Expenses	12,500	12,500	11,631		11,631		869	
Board of Elections								
Salaries and Wages	242,760	234,760	230,822		230,822		3,938	
Other Expenses	175,000	173,000	163,248	9,274	172,522		478	
Department of Finance								
County Treasurer's Office								
Salaries and Wages	235,000	205,500	201,181		201,181		4,319	
Other Expenses	16,500	16,100	14,013	264	14,277		1,823	
Bond Costs	30,000	30,000	29,773		29,773		227	
County Auditor	135,000	135,400	125,000	10,400	135,400			
Information Technology Center								
Other Expenses	500,000	500,000	484,797	8,353	493,150		6,850	
County Adjuster's Office								
Other Expenses	12,000	7,500	7,376	40	7,416		84	
Board of Taxation								
Salaries and Wages	128,000	128,000	125,295		125,295		2,705	
Other Expenses	4,900	4,900	3,869	97	3,966		934	
County Counsel								
Other Expenses	83,000	82,500	80,929	532	81,461		1,039	
County Surrogate								
Salaries and Wages	307,000	300,800	294,808		294,808		5,992	
Other Expenses	8,640	8,640	6,831	1,617	8,448		192	

CURRENT FUND
STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Budget	Budget After Modification	Expended	Encumbered	Paid or Charged	Cancelled	Reserved	Over- Expended
ADMINISTRATIVE AND EXECUTIVE	\$ 900	\$ 900	\$ -	\$ -	\$ -	\$ -	\$ 900	\$ -
Agricultural Development Board								
Other Expenses								
Engineer								
Salaries and Wages	298,000	311,250	305,293		305,293		5,957	
Other Expenses	252,000	220,853	145,363	70,202	215,565		5,288	
Economic Development Office								
Salaries and Wages	24,500	24,650	24,175		24,175		475	
Other Expenses	75,000	55,000	53,152	100	53,252		1,748	
Labor Counsel								
Other Expenses	80,000	52,000	40,753	8,425	49,178		2,822	
Special Counsel/Consulting								
Other Expenses	142,000	157,000	153,624	635	154,259		2,741	
Cultural and Heritage Commission								
Salaries and Wages	24,500	24,650	24,175		24,175		475	
Other Expenses	5,000	5,000	4,599	250	4,849		151	
TOTAL GENERAL GOVERNMENT	4,276,720	4,214,948	3,955,997	118,361	4,074,358		140,590	
LAND USE ADMINISTRATION								
County Planning Board								
Salaries and Wages	55,000	47,800	46,818		46,818		982	
Other Expenses	17,000	11,000	8,745	1,732	10,477		523	
TOTAL LAND USE ADMINISTRATION	72,000	58,800	55,563	1,732	57,295		1,505	
CODE ENFORCEMENT AND ADMINISTRATION								
Weights and Measures								
Salaries and Wages	67,000	66,400	65,090		65,090		1,310	
Other Expenses	150	150	70		70		80	
TOTAL CODE ENFORCEMENT	67,150	66,550	65,160		65,160		1,390	
INSURANCE								
Workmen's Compensation	900,000	886,000	883,308		883,308		2,692	
Other Insurance Premiums	72,930	72,930	72,400		72,400		530	
Self-Insurance AI/GL	978,250	974,250	973,422		973,422		828	
Group Insurance Dental	168,000	168,000	149,090		149,090		18,910	
Group Insurance Hospitalization	8,838,500	8,958,500	8,926,055	5,381	8,931,436		27,064	
Post Retirement Health Benefits	220,000	220,000	199,887		199,887		20,113	
Unemp. Ins. (NJS 43:21-3 et seq.)	21,420	21,420	19,861		19,861		1,559	
State Disability Insurance	96,900	102,900	94,742		94,742		8,158	
TOTAL INSURANCE	11,296,000	11,404,000	11,318,765	5,381	11,324,146		79,854	

CURRENT FUND
STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Budget	Budget After Modification	Expended	Encumbered	Paid or Charged	Cancelled	Reserved	Over- Expended
PUBLIC SAFETY FUNCTIONS								
Department of Emergency Services								
Salaries and Wages	\$ 308,000	\$ 313,500	\$ 311,490	\$ -	\$ 311,490	\$ -	\$ 2,010	\$ -
Other Expenses:								
Miscellaneous Other Expenses	87,500	81,500	54,076	24,933	79,009		2,491	
"9-1-1"								
Salaries and Wages	1,706,537	1,841,537	1,910,460		1,910,460			68,923
Other Expenses	90,000	79,500	54,057	15,817	69,874		9,626	
Sherriff's Office								
Salaries and Wages	2,790,000	2,903,000	2,846,067		2,846,067		56,933	
Other Expenses	200,000	200,000	112,811	75,091	187,902		12,098	
Jail								
Salaries and Wages	13,500,000	13,500,000	14,101,542		14,101,542			601,542
Other Expenses	1,595,000	1,595,000	1,154,667	414,519	1,569,186		25,814	
Bail Forfeitures	35,000	45,625	45,255		45,255		370	
Inmate Medical	750,000	750,000	661,850	86,467	748,317		1,683	
Alternative Youth Shelter								
Contractual- Ranch Hope	550,800	550,800	504,900	45,900	550,800			
Prosecutor's Office								
Salaries and Wages	3,915,000	3,905,000	3,819,436		3,819,436		85,564	
Other Expenses	450,000	450,000	364,025	72,789	436,814		13,186	
County Medical Examiner								
Other Expenses	180,000	180,000	147,083		147,083		32,917	
Juvenile Detention and Domestic Relations Court								
Other Expenses	600,000	487,500	417,653	67,772	485,425		2,075	
TOTAL PUBLIC SAFETY FUNCTIONS	26,757,837	26,882,962	26,505,372	803,288	27,308,660		244,767	670,465
PUBLIC WORKS FUNCTIONS								
Street and Road Maintenance								
Roads and Bridges								
Salaries and Wages	1,525,000	1,469,000	1,441,082		1,441,082		27,918	
Other Expenses	180,000	180,000	143,068	36,658	179,726		274	
Facilities Management								
Salaries and Wages	867,000	912,275	894,848		894,848		17,427	
Other Expenses	297,000	297,000	264,153	12,746	276,899		20,101	
Alterations & Renovations	150,000	130,000	110,998	9,890	120,888		9,112	
Snow Removal	460,000	460,000	460,000		460,000			
Mosquito Extermination Commission	146,800	166,800	136,540	27,837	164,377		2,423	
Vehicle Maintenance	275,000	275,000	266,141	8,818	274,959		41	
TOTAL PUBLIC WORKS FUNCTIONS	3,900,800	3,890,075	3,716,830	95,949	3,812,779		77,296	

CURRENT FUND
STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Budget	Budget After Modification	Expended	Encumbered	Paid or Charged	Cancelled	Reserved	Over- Expended
HEALTH AND HUMAN SERVICES								
War Veterans Burial and Grave Decorations								
Salaries and Wages	9,900	8,900	6,381	-	7,288	-	1,612	-
Other Expenses								
Office on the Disabled								
Salaries and Wages	54,600	36,100	35,991		35,991		109	
Other Expenses	3,150	2,150	1,508	30	1,538		612	
Salem Area Office on Aging	110,000	105,000	103,624		103,624		1,376	
Office on Aging Medical Transportatic	12,000	12,000	12,000		12,000			
JACC/CAP	50,000	11,475	11,346	38	11,384		91	
County Welfare Board								
Administration	2,163,519	2,163,519	2,163,519		2,163,519			
Services	162,424	162,424	162,424		162,424			
Local: Temporary Assistance	85,231	85,231	85,231		85,231			
Assistance to Supplemental Security Income								
Receipts-State Share	161,486	161,486	161,486		161,486			
County Health Service - Interlocal Agreement								
(40:8A-1 et seq)								
Salaries and Wages	579,870	573,870	558,535		558,535		15,335	
Other Expense:								
Nursing Services	32,400	24,900	19,235	4,024	23,259		1,641	
Administrative	90,000	82,500	79,396	542	79,938		2,562	
Environmental	9,900	9,900	9,207	600	9,807		93	
Cumberland County- Priority Health Funding								
Salaries and Wages	67,100	60,750	59,195		59,195		1,555	
Commission on Women								
Other Expenses	1,350	1,350	1,350		1,350			
Maintenance of Patients in State Institutions								
Mental Diseases								
State Share	530,274	530,274	530,274		530,274			
Local Share	1,237,307	1,237,307	1,237,307		1,237,307			
Maintenance of Patients in State Institutions for Mentally Retarded								
State Share	2,737,021	2,737,021	2,737,021		2,737,021			
Mental Health Board								
Other Expenses	50	50	4		4		46	
New Jersey Division of Youth and Family Services								
State Share	986,279	986,279				986,279		
TOTAL HEALTH AND HUMAN SERVICES	9,083,861	8,992,486	7,975,034	6,141	7,981,175	986,279	25,032	

CURRENT FUND
STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Budget	Budget After Modification	Expended	Encumbered	Paid or Charged	Cancelled	Reserved	Over- Expended
PARKS AND RECREATION								
Parks and Playgrounds	405	\$ 405	\$ 405	\$ -	\$ 405	\$ -	\$ -	\$ -
Other Expenses	405	405	405		405			
TOTAL PARKS AND RECREATION								
EDUCATION FUNCTIONS								
Free Library Services to the Aging	69,750	69,750	69,750		69,750			
Other Expenses								
Education Programs for Employees	7,626	7,631	7,482		7,482		149	
Salaries and Wages	2,667,723	2,667,723	2,667,723		2,667,723			
Salem County Community College								
Reimbursements for Residents Attending	170,000	170,000	163,555	6,137	169,692		308	
Out of County Two Year Colleges (N.J.S. 18A:64A-23)								
County Extension Service-Farm and Home Demonstrations	185,000	184,000	180,336		180,336		3,664	
Salaries and Wages	19,000	4,000	(5,368)	8,809	3,441		559	
Other Expenses	1,828,758	1,828,758	1,828,758		1,828,758			
Salem County Vocational Tech School								
Office of County Superintendent of Schools	135,000	127,500	125,521		125,521		1,979	
Salaries and Wages	3,655	5,405	3,335	25	3,360		2,045	
Other Expenses								
County Special Services School District	153,000	153,000	153,000		153,000			
Annual Appropriations								
TOTAL EDUCATION FUNCTIONS	5,239,512	5,217,767	5,194,092	14,971	5,209,063		8,704	
UNCLASSIFIED								
Veteran's Service Bureau								
Salaries and Wages	45,000	44,200	43,327		43,327		873	
Other Expenses	1,080	1,080	963	87	1,050		30	
County Transportation								
Other Expenses	18,000	18,000	18,000		18,000			
Community Bus Service								
Salaries and Wages	615,000	601,500	589,991		589,991		11,509	
Other Expenses	172,000	172,000	164,143	7,717	171,860		140	
Utilities	2,300,000	2,240,000	1,895,218	148,260	2,043,478		196,522	
FEMA Deobligation	7,087	7,087	7,087		7,087			
City of Salem - In lieu of Taxes (Pilot Program)	27,725	27,725	27,725		27,725			
TOTAL UNCLASSIFIED	3,185,892	3,111,592	2,746,454	156,064	2,902,518		209,074	
SUBTOTAL OPERATIONS	63,880,177	63,839,585	61,533,672	1,201,887	62,735,559	986,279	788,212	670,465

CURRENT FUND
STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Budget	Budget After Modification	Expended	Encumbered	Paid or Charged	Cancelled	Reserved	Over- Expended
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES								
Area Plan Grant	\$ 847,581	\$ 970,458	\$ 970,458	\$ -	\$ 970,458	\$ -	\$ -	\$ -
Alcohol and Drug Abuse Services	234,058	234,058	234,058		234,058			
Senior Citizen & Disabled Resident Transportation Program	341,016	341,016	341,016		341,016			
PASP- Personal Assistance Services Program	11,114	11,114	11,114		11,114			
Prosecutor's Insurance Fraud Reimbursement Program	150,240	150,240	150,240		150,240			
Juvenile Justice Commission State/Community Partners	200,966	200,966	200,966		200,966			
Juvenile Justice Commission Family Court Services	100,261	100,261	100,261		100,261			
Medical Reserve Corp	3,500	3,500	3,500		3,500			
EMAA	88,000	88,000	88,000		88,000			
SART/SANE	42,619	42,619	42,619		42,619			
Pascale Sykes Economic Initiative	45,000	45,000	45,000		45,000			
Title IV-D	233,882	233,882	233,882		233,882			
NJ Transportation Trust Fund Authority - Murphy's Bridge	1,000,000	1,000,000	1,000,000		1,000,000			
New Jersey Farm Bureau	20,000	20,000	20,000		20,000			
Health and Wellness Foundation - Narcan Kits	2,205	2,205	2,205		2,205			
MIPPA Outreach	40,000	40,000	40,000		40,000			
Local Share	14,833	14,833	14,833		14,833			
HAVA Section 261	10,768	38,863	38,863		38,863			
Victims of Crime Act Grant Program (VOCA)	111,556	111,556	111,556		111,556			
JAG Megan's Law	3,752	3,752	3,752		3,752			
Public Health Preparedness and Response for Bioterrorism		260,348	260,348		260,348			
Multijurisdictional Task Force		119,761	119,761		119,761			
Veteran's Transportation Grant		13,000	13,000		13,000			
WIA Dislocated Worker 2015 - EF		39,943	39,943		39,943			
FFY15 State Homeland Security Program (SHSP)		100,000	100,000		100,000			
NJ Dept. of Transportation - 2015 Federal Aid Program		231,460	231,460		231,460			
Subregional Transportation Planning		58,000	58,000		58,000			
NJ Dept. of Health - Right to Know		8,786	8,786		8,786			
Senior Citizen and Disabled Resident Transportation Program		218,692	218,692		218,692			
New Jersey Transit Section 5311		339,180	339,180		339,180			
Municipal Alliance to Prevent Alcoholism and Drug Abuse		137,801	137,801		137,801			
NJ Dept. of Health - Special Child Health Management 2016		39,895	39,895		39,895			
NJ Dept. of Human Services - SHIP		27,000	27,000		27,000			
NJ Dept. of Health - Healthy Community Initiative		12,000	12,000		12,000			
NJ Dept. of Health - Seniors Farmers Market Nutrition		500	500		500			
Salem Wellness Foundation - Flu Clinics		40,000	40,000		40,000			
Prosecutor Body Armor Fund		2,268	2,268		2,268			
Sheriff Body Armor Fund		18,854	18,854		18,854			

CURRENT FUND
STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Budget	Budget After Modification	Expended	Encumbered	Paid or Charged	Cancelled	Reserved	Over- Expended
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES								
WIA Adult	\$ -	\$ 169,696	\$ 169,696	\$ -	\$ 169,696	\$ -	\$ -	\$ -
WIA Youth		172,343	172,343		172,343			
WIA Dislocated Worker		183,389	183,389		183,389			
Work First New Jersey TANF		440,796	440,796		440,796			
Work First New Jersey TANF - Case Management		86,063	86,063		86,063			
Work First New Jersey EEI/CAVP		20,736	20,736		20,736			
Work First New Jersey TANF - Work Verification		15,638	15,638		15,638			
Work First New Jersey - GA/SNAP		144,149	144,149		144,149			
Work First New Jersey - GA/SNAP - Case Management		28,356	28,356		28,356			
NJ Office of Emergency Management - RERP FY 2016		256,544	256,544		256,544			
NJ Historical Commission Grant		7,351	7,351		7,351			
Bulletproof Vest Partnership		6,940	6,940		6,940			
Conducted Energy Device Assistance Program		11,350	11,350		11,350			
NJ Dept of Transportation - 2014 County Aid - ATP		2,365,000	2,365,000		2,365,000			
NJ Dept of Transportation - 2015 County Aid - ATP		2,365,000	2,365,000		2,365,000			
NJDEP - 2015 Stormwater Management		20,000	20,000		20,000			
NJ Dept. of Agriculture - 2015 Crop Insurance Education		178,665	178,665		178,665			
USDOC - State Criminal Alien Assistance Program (SCAAP)		22,717	22,717		22,717			
Health and Wellness Foundation - Healthy Community Development		20,000	20,000		20,000			
Health and Wellness Foundation - Alcohol & Drug Residential Services		30,000	30,000		30,000			
Health and Wellness Foundation - Specialized Transportation		166,000	166,000		166,000			
Matching Funds	385,167	385,167	228,920		228,920	166,761	600	
TOTAL PUBLIC AND PRIVATE PROGRAMS	3,886,518	12,415,711	12,259,464		12,259,464	166,761	600	
OFFSET BY REVENUES	20,000	20,000				20,000		
Contingent								
TOTAL OPERATIONS INCLUDING CONTINGENT	67,786,695	76,275,296	73,793,136	1,201,887	74,995,023	1,173,040	788,812	670,465
<i>Detail:</i>								
Salaries and Wages	28,805,993	28,962,048	29,359,882		29,359,882		272,631	670,465
Other Expenses (including Contingent)	38,980,702	47,313,248	44,433,254	1,201,887	45,635,141	1,173,040	516,181	

CURRENT FUND
STATEMENT OF EXPENDITURES - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Budget	Budget After Modification	Expended	Encumbered	Paid or Charged	Cancelled	Reserved	Over- Expended
County Debt Service								
Payment of Bond Principal	\$ 645,000	\$ 645,000	\$ 590,000	\$ -	\$ 590,000	\$ 55,000	\$ -	\$ -
County College Bonds	120,350	120,350	120,350		120,350			
Vocational School Bonds	1,560,650	1,560,650	1,560,650		1,560,650			
Other Bonds	315,000	315,000	315,000		315,000			
Payment of Bond Anticipation Notes								
Interest on Bonds								
County College Bonds	171,265	171,265	115,933		115,933	55,332		
Vocational School Bonds	33,132	33,132	33,132		33,132			
Other Bonds	709,095	709,095	568,955		568,955	140,140		
Interest on Notes - Other	45,822	45,822	45,822		45,822			
Salem County Improvement Authority - Lease Payments								
County Jail	1,730,725	1,730,725	1,728,981		1,728,981	1,744		
Total County Debt Service	5,331,039	5,331,039	5,078,823		5,078,823	252,216		
Deferred Charges and Statutory Expenditures - County								
Prior Year Bills	16,618	16,618	14,264		14,264	2,354		
Prior Year Overexpenditure	478,418	478,418	478,418		478,418			
Prior Year Overexpenditure Appropriation Reserve	73,214	73,214	73,214		73,214			
PASP	11,114	11,114	11,114		11,114			
Special Emergency Authorizations - 5 Years								
(N.J.S.A. 40A:4-55 & 40A:4-55.13)	80,700	80,700	80,700		80,700			
Statutory Expenditures - Contributions to:								
Public Employee's Retirement System	1,530,888	1,530,888	1,431,208		1,431,208	80,000	19,680	46,116
Social Security System (O.A.S.I.)	2,205,877	2,226,469	2,272,585		2,272,585			
Police and Fireman's Retirement System	2,376,776	2,376,776	2,368,320		2,368,320	5,827	2,629	
Total Deferred Charges and Statutory Expenditures - County	6,773,605	6,794,197	6,729,823		6,729,823	88,181	22,309	46,116
Judgments	100,000	120,000	119,422		119,422	578		
Total General Appropriations	\$ 79,991,339	\$ 88,520,532	\$ 85,721,204	\$ 1,201,887	\$ 86,923,091	\$ 1,514,015	\$ 811,121	\$ 716,581
	Ref.			A			A	
Original Budget								
Appropriated by N.J.S.A. 40A-87	A-2	\$ 79,991,339						
Expended	A-2	8,529,193						
Deferred Charges - Special Emergency	A-4				\$ 72,829,408			
Deferred Charges	A-6				80,700			
Grant Appropriations	A-7				551,632			
Grant Matching Share	A-15				12,026,825			
Encumbered	A-15, A-9				232,639			
	A				1,201,887			
		\$ 88,520,532			\$ 86,923,091			

See Notes to Financial Statements

COUNTY OF SALEM
TRUST FUND
STATEMENT OF ASSETS, LIABILITIES AND RESERVES - STATUTORY BASIS
DECEMBER 31, 2015 AND 2014

		December 31,	
	Ref.	2015	2014
<u>ASSETS</u>			
Trust Other Funds:			
Cash - Treasurer	B-3	\$ 2,369,985✓	3,316,922
Mortgages Receivable	B-6		683,858
Audio Visual Commission Receivable	B-9		10,231
		<u>2,369,985</u>	<u>4,011,011</u>
Open Space and Farmland Preservation Trust:			
Cash - Treasurer	B-3	4,043,104✓	3,262,874
Investments	B-4	497,651✓	497,651
Taxes Receivable	B-5	1,771✓	1,046
Due from Current Fund	B-10	24,920✓	2,863
		<u>4,567,446</u>	<u>3,764,434</u>
Total Trust Funds		<u>\$ 6,937,431</u>	<u>\$ 7,775,445</u>
<u>LIABILITIES AND RESERVES</u>			
Trust Other Funds:			
Reserve for Encumbrances			
Reserve for:			
911	B-7	\$	\$ 262
Accumulated Absences Trust	B-7	261,752✓	400,838
B.F. Goodrich	B-7		16,417
Commodities Resale Program	B-7	16,382✓	100,634
County Auction	B-7	3,553✓	30,686
County Clerk	B-7	269,579✓	273,573
Engineering Escrow	B-7	21,852✓	20,852
Environmental Enforcement	B-7	329,686✓	582,395
Hospitalization	B-7	13,500✓	57,570
Housing Revitalization	B-7	72,109✓	73,850
Motor Vehicle Fines	B-7	136,233✓	33,819
Net Payroll Account	B-7		95,870
Parvin Bequest	B-7	54,776✓	49,421
Payroll Agency	B-7	283,791✓	290,690
Performance Bond - J Dare Development	B-7		13,090
Performance Bond - Woods Laurel Hills	B-7	3,375✓	3,375
Prosecutor's Office:			
Asset Maintenance Account	B-7	7,054✓	7,823
Auto Law Enforcement Trust Account	B-7	6,367✓	6,194
County Law Enforcement Trust Account	B-7	49,073✓	73,313
Federal County Law Enforcement Trust Account	B-7	56,900✓	91,433
Municipal Law Enforcement Trust Account	B-7	45,691✓	43,585
Seized Assets Trust Account	B-7	68,266✓	77,484
Revolving Loan	B-7		1,037,822
Road Opening Deposits	B-7	14,129✓	12,329
SCAPG - Nutrition Program	B-7	164,344✓	130,300
SCAPG - Parvin	B-7	48,505✓	46,207
Self Insurance	B-7	1,444✓	
Sheriff's Office	B-7	31,433✓	50,377
Surrogate Fees	B-7	63,547✓	45,456
Tax Appeals Filing Fees	B-7	39,042✓	39,409
Unemployment Claims	B-7	44✓	44
Veterans donation	B-7	425✓	
Weights & Measures	B-7	98,252✓	84,868
Worker's Compensation	B-7	78,094✓	113,267
		<u>2,239,198</u>	<u>3,903,253</u>
Due to Capital Fund	B-3		32,180
Due to Current Fund	B-9	130,787	75,578
		<u>2,369,985</u>	<u>4,011,011</u>
Open Space and Farmland Preservation Trust			
Reserve for Future Use	B-8	4,567,446✓	3,764,434
Total Trust Funds		<u>\$ 6,937,431</u>	<u>\$ 7,775,445</u>

See Notes to the Financial Statements

TRUST FUND - OPEN SPACE AND FARMLAND PRESERVATION
STATEMENT OF REVENUES AND OTHER CREDITS TO INCOME - STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Ref.	Anticipated Budget	Realized	Excess (Deficit)
Amount to be Raised by Taxation		\$ 1,053,094	\$ 1,069,668	\$ 16,574
Reserve for Open Space Trust		381,323	486,728	105,405
Miscellaneous			6,033	6,033
Total Open Space Revenues	B-2	\$ 1,434,417	\$ 1,562,429	\$ 128,012

Analysis of Realized Revenues

Amount to be Raised by Taxation:

Accrued Revenue:

Open Space Tax Levy

\$ 1,053,095

Added and Omitted Tax Levy

16,573

B-8

\$ 1,069,668

Miscellaneous:

Receipts:

Interest on Deposits

B-3

\$ 6,033

\$ 6,033

See Notes to the Financial Statements

EXHIBIT B-2

TRUST FUND - OPEN SPACE AND FARMLAND PRESERVATION
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME--REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2015

	Appropriations		Paid or Charged	Reserved	Balance Cancelled
	Original Budget	Budget After Modification			
Debt Service:					
Payment of Bond Principal	\$ 499,000	\$ 499,000	\$ 499,000	\$ -	-
Interest on Bonds	260,417	260,417	260,417		
Acquisition of Farmland	675,000	675,000			675,000
	<u>\$ 1,434,417</u>	<u>\$ 1,434,417</u>	<u>\$ 759,417</u>	<u>\$ -</u>	<u>\$ 675,000</u>

Ref.

B-1

B-3,8

See Notes to the Financial Statements

**COUNTY OF SALEM
GENERAL CAPITAL FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE--REGULATORY BASIS**

		December 31,	
	Ref.	2015	2014
<u>ASSETS</u>			
Cash	C-2	\$ 3,270,334	\$ 10,935,395
Dam Restoration Loan Receivable		1,300,000	1,300,000
Due from Trust Fund	C-2		32,180
Due from Current Fund	C-4	4,713	5,841
Deferred Charges to Future Taxation:			
Funded	C-5	31,249,000	33,994,000
Unfunded	C-6	13,774,364	14,089,364
		<u>\$ 49,598,411</u>	<u>\$ 60,356,780</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Overdraft - Bond Funds Held by Trustee	C-2	\$	\$ 12,491
Accrued Interest on Bond Sale	C-2	19,567	
Reserve for Payment of Debt	C-2		5,036
Reserve for County Aid Program	C-4	4,713	
Improvement Authorizations:			
Funded	C-7	5,443,363	7,322,681
Unfunded	C-7	2,762,278	8,083,230
Serial Bonds Payable	C-8	29,949,000	32,694,000
Bond Anticipation Notes Payable	C-9	8,275,000	8,590,000
Dam Restoration Loan Payable	C-10	1,300,000	1,300,000
Contracts Payable	C-11	1,805,591	2,110,443
Capital Improvement Fund	C-12	3,937	3,937
General Capital Fund Balance	C-1	34,962	234,962
		<u>\$ 49,598,411</u>	<u>\$ 60,356,780</u>

There were Bonds and Notes authorized, but not issued in the amount of \$5,499,364 for the years ended December 31, 2015 and 2014 (C-13).

See Notes to the Financial Statements

EXHIBIT G

COUNTY OF SALEM
GENERAL CAPITAL FUND
STATEMENTS OF GENERAL FIXED ASSETS

	Balance December 31, 2014	Additions	Deletions	Balance December 31, 2015
ASSETS				
General Fixed Assets				
Land, Buildings and Improvements	\$ 22,110,931	\$	\$	\$ 22,110,931
Equipment and Vehicles	13,278,190	461,179	191,972	13,547,397
	<u>\$ 35,389,121</u>	<u>\$ 461,179</u>	<u>\$ 191,972</u>	<u>\$ 35,658,328</u>
LIABILITIES				
Investment in General Fixed Assets	\$ 35,389,121	\$ 461,179	\$ 191,972	\$ 35,658,328

See Notes to the Financial Statements

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity

The County of Salem (the "County") was incorporated on February 13, 1798. It is located in the southwest corner of New Jersey and covers approximately 350 square miles. The County of Gloucester is on the County's northern side and the County of Cumberland forms the eastern and southeastern border of the County.

The County's geographic makeup consists of State Parks, Fish and Wildlife Management Areas, Government Facilities and meadows or low-lying areas. Forty-eight percent is devoted to agriculture, thirteen percent is developed for residential use (approximately 9,000 acres), and commercial and industrial "use (approximately 6,500 acres). The New Jersey Turnpike travels through the County.

In the County there are fifteen political subdivisions, consisting of one City, eleven Townships and three Boroughs. The population of the County according to the official 2010 census is 65,774.

The County government operates under a seven member Board of Chosen Freeholders, elected at-large by the voters of the County. A Freeholder, under old English rule, was a person who owned property outright, free of debt, and therefore was deemed to be a leading citizen, eligible for membership on the governing body. Under the present form of government, the property rule as a qualification for holding office has been abolished. Each member is elected to a term of three years. A director and deputy director are selected from their membership at the first meeting of each year. The Freeholders have both administrative and policy-making powers.

Component Units

The financial statements of the component units of the County are not presented in accordance with Governmental Accounting Standards Board Statement ("GASBS") No. 14. If the provisions of GASBS No. 14 had been complied with, the financial statements of the following component units would have been either blended or discretely presented with the financial statements of the County, the primary government:

Salem County Improvement
Authority 199 East
Broadway Salem, NJ 08079

Salem Community College
460 Hollywood Avenue
Carneys Point, NJ 08069

Salem County Vocational-
Technical Schools
Salem-Woodstown Road
New Jersey 08098

Special Services School
District of the County of
Salem
328-8 North Broadway
Woodstown, Pennsville,
New Jersey 08070

Pollution Control Financing
Authority 94 Market Street
Salem, NJ 08079

Annual financial reports may be inspected directly at the offices of these component units during regular business hours.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting, Measurement Focus and Basis of Presentation

The financial statements of the County contain all funds and account groups in accordance with the "Requirements of Audit" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the Requirements of Audit are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these "Requirements". In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this Note.

In accordance with the "Requirements of Audit," the County accounts for its financial transactions through the use of separate funds, which are described as follows:

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature, including federal and state grant funds.

Trust Funds - The various Trust Funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

General Capital Fund - The General Capital Fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund.

Budgets and Budgetary Accounting

The County of Salem must adopt an annual budget in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the Annual County Budget no later than January 26 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the county. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9.

An extension of the regulatory dates for introduction, approval and adoption of the County Budget may be granted by the Director of the Division of Local Government Services, with the permission of Local Finance Board.

Budgets are adopted on the same basis of accounting utilized for the preparation of the County's financial statements.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interfunds

Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

Inventories of Supplies

The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various Statements of Assets, Liabilities, Reserves and Fund Balance.

General Fixed Assets

Accounting for Governmental Fixed Assets, as required by N.J.A.C. 5:30-5.6 differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The County has adopted a capitalization threshold of \$5,000, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985, are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks, and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The County is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets.

The regulations require that General Fixed Assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of federal participation (if any), and the location, use and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage or theft.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Charges

The recognition of certain expenditures in the current fund is deferred to future periods. These expenditures, or deferred charges, are generally over expenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A 40A:4-46 et seq. Deferred charges are subsequently raised as items of appropriations in budgets of succeeding years.

Fund Balance

Fund Balance included in the current fund represents amounts available for anticipation as revenue in future year's budgets, with certain restrictions.

Revenues

Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from federal and state grants are realized when anticipated as such in the County's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the County's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the County which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

County Taxes

Every municipality is responsible for levying, collecting and remitting county taxes for the County. Property tax revenues are collected in quarterly installments due February 1, May 1, August 1 and November 1 and are due and payable to the County of Salem by February 15, May 15, August 15 and November 15. Operations for every municipality are charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations for every municipality are charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

Expenditures

Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when paid. However, for charges to amounts appropriated for "other expenses", an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed in accordance with N.J.A.C. 5:30-5.2. When encumbered charges are paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same provisions as appropriation reserves. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is also on the cash basis.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Appropriation Reserves

Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts which may be cancelled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year lapsed appropriation reserves are recorded as income.

Long-Term Debt

Long-Term Debt, relative to the acquisition of capital assets, is recorded as a liability in the General Capital Fund.

Compensated Absences and Postemployment Benefits

Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for post-employment benefits, if any, which are also funded on a pay-as-you-go basis. (See Notes E and F)

Cash and Cash Equivalents and Investments

Cash and cash equivalents and investments include amounts on deposit, petty cash, change funds and short-term investments with original maturities of three months or less. Investments are recorded at cost.

New Jersey municipal and county units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey municipal units. In addition, other state statutes permit investments in obligations issued by local authorities and other state agencies.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include state or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. The market value of the collateral must equal five percent of the average daily balance of public funds; and, if the public funds deposited exceed 75 percent of the capital funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent. All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank, Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents and Investments (Continued)

As of December 31, 2015, the County's bank balances of \$18,244,179 were exposed to custodial credit risk as follows:

Insured	\$	250,000
Uninsured and Collateralized		630,493
Uninsured and Collateralized with Securities held by Pledging Financial Institutions		17,363,686
Total	\$	<u>18,244,179</u>

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the County's deposits may not be returned or the County will not be able to recover collateral securities in the possession of an outside party. The County's policy requires deposits to be secured by collateral valued at market or par, whichever is lower, less the amount covered by the Federal Deposit Insurance Corporation ("FDIC"). The Board of Chosen Freeholders approves and designates the authorized depository institution based on evaluation of solicited responses and certifications provided by financial institutions.

Concentration of Credit Risk - This is the risk associated with the amount of investments the County has with any one issuer that exceeds five percent or more of its total investments. Investments issued or explicitly guaranteed by the U.S. Government and the New Jersey Cash Management Fund are excluded from this requirement. None of the investments held by the County are exposed to this risk.

Credit Risk - This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. In general, the County does not have an investment policy regarding Credit Risk; however, the County had no investments that were subject to credit risks as of December 31, 2015. The New Jersey Cash Management Fund is not rated.

Interest Rate Risk - This is the risk that changes in interest rates will adversely affect the fair value of an investment. The County has a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate fluctuations. However, its practice is to hold investments to maturity.

Investments

New Jersey statutes permit the County to purchase the following types of securities:

- Bonds or other obligations of the United States or obligations guaranteed by the United States.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments (Continued)

- Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Association or United States Bank for Cooperatives that have a maturity date not greater than twelve months from the date of purchase.
- Bonds or other obligations of the County or bonds or other obligations of school districts that are a part of the County or are located within the County.
- Bonds or other obligations having a maturity date of not more than twelve months from the date of purchase that are approved by the New Jersey Department of Treasury, Division of Investments.

As of December 31, 2015, the County was invested in United States Treasury Bonds with a reported cost basis of \$497,651 and a fair market value of \$630,493.

B. FUND BALANCES APPROPRIATED

The following schedule details the amount of current fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets. The County replenished some of its current fund balance utilized in the 2015 budget.

Year	Balance Dec.	Utilized in Budget of Succeeding	Percentage of Fund Balance Used
2015	\$ 4,799,661	\$ 2,851,350	59.41%
2014	6,928,995	4,415,186	63.72%
2013	7,313,360	2,884,898	39.45%
2012	5,036,504	2,495,801	49.55%
2011	7,980,717	5,298,161	64.33%

C. PENSION PLANS

The County of Salem contributes to two cost-sharing multiple-employer defined benefit pension plans, the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several County employees participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan and is also administered by the New Jersey Division of Pensions and Benefits. Each plan has a board of trustees that is primarily responsible for its administration. The division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295

Public Employees' Retirement System - The PERS was established in 1955. The PERS provides retirement, death and disability, and medical benefits to qualified members.

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B. All benefits vest after ten years of service, except for medical benefits that vest after 25 years of service or under the disability provisions of PERS.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

C. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (Continued)

Tier	Definition
1	Members who are enrolled prior to July 1, 2007.
2	Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008.
3	Members who were eligible to enroll on or after November 2, 2008 and prior to May 22, 2010.
4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011.
5	Members who were eligible to enroll on or after June 28, 2011.

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service.

P.L. 1987, c. 384 and P.L. 1990, c.6 required the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to Chapter 126, P.L. 1992, which provides free health benefits to members of PERS who retired from a municipality with 25 years of service.

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PERS provides for employee contributions of 6.92% through June 30, 2015 and 7.06% thereafter of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in PERS. The current PERS rate is 11.92% of covered payroll. The County's contributions to PERS for the years ended December 31, 2015, and 2014, were \$1,490,549 and \$1,375,998 respectively, equal to the required contributions for each year. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Payroll covered by PERS was \$13,666,900 for 2015.

Information regarding contributions made by the State of New Jersey on behalf of the County is not available. Contributions to the system for the year ended December 31, 2015 is as follows:

	<u>PERS</u>
Employees	\$ 979,519
County	1,490,549
Total	<u>\$ 2,470,068</u>

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

C. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (Continued)

The County is billed annually for its normal contribution plus any accrued liability. These contributions were equal to the required contributions for 2015.

Police and Firemen's Retirement System - The State of New Jersey Division of Pensions and Benefits administers the Police and Firemen's Retirement System of New Jersey (PFRS), a governmental cost sharing multiple-employer defined benefit pension plan that provides pensions for all individuals who become full-time policemen and firemen and who at the time of enrollment are no older than age 35.

The vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement as well as death and disability benefits. All benefits vest after ten years of service, except disability benefits which vest after four years of service.

The following represents the membership tiers for PFRS:

Tier	Definition
1	Members who are enrolled prior to May 22, 2010.
2	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011.
3	Members who were eligible to enroll on or after June 28, 2011.

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 204, P.L. 1989, plan members enrolled in the PFRS are required to contribute 8.5% of their annual covered salary. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate was increased to 10% in October, 2011. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

Payroll covered by PFRS was \$11,651,308 for 2015.

Information regarding contributions made by the State of New Jersey on behalf of the County is not available. Contributions to the system for the year ended December 31, 2015 is as follows:

	<u>PFRS</u>
Employees	\$ 1,165,131
County	2,379,425
Total	<u>\$ 3,544,556</u>

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

C. PENSION PLANS (CONTINUED)

Police and Firemen's Retirement System (Continued)

The County is billed annually for its normal contribution plus any accrued liability. These contributions were equal to the required contributions for 2015.

Defined Contribution Retirement Program - The DCRP is a cost-sharing multiple-employer defined contribution pension fund which was established in 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.) and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq. The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the County's contribution amounts for each pay period are transmitted to the trustee no later than the fifth business day after the date on which the employee is paid for that pay period.

The County's contributions were as follows:

<u>Fiscal Year</u>	<u>Total Liability</u>
2015	\$ -
2014	-
2013	-

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the County.

GASB 68 - Accounting and Financial Reporting for Pensions

Effective June 30, 2014, state and local governments participating in government pension plans are required to reflect liabilities, deferred outflows/inflows of resources and expenditures related to pension activity. The objective of this statement is to improve accounting and financial reporting by state and local governments for pensions and improve information provided by state and local governmental employers about financial support for pensions that are provided by other state entities.

Salem County does not and is not required to follow generally accepted accounting principles (GAAP) and, as such, does not follow GASB requirements with respect to the recording of pension liabilities and deferred outflows/inflows of resources on its balance sheets.

As described in Note A of the financial statements, the financial statements are prepared by the County on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey. However, N.J.A.C. 5:30-6.1[c][2] requires the County to disclose GASB 68 information in the Notes to the Financial Statements.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

C. PENSION PLANS (CONTINUED)

GASB 68 - Accounting and Financial Reporting for Pensions (Continued)

Public Employees' Retirement System

Components of Net Pension Liability - At December 31, 2015, the County's proportionate share of the PERS net pension liability was \$41,614,309. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2014, to the measurement date of June 30, 2015. The County's proportion of the net pension liability was based on the County's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2015. The County's proportion measured as of June 30, 2015, was .0185%, which was an increase of .004% from its proportion measured as of June 30, 2014.

Pension Expense and Deferred Outflows/Inflows of Resources - The County's 2015 PERS pension expense, with respect to GASB 68, was \$1,593,779. The County's 2015 deferred outflows of resources and deferred inflows of resources were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 992,771	\$
Changes of assumptions	4,469,044	
Net difference between projected and actual earnings on pension plan investments		669,078
Changes in proportion and differences between District contributions and proportionate share of contributions	758,142	953,077
Total	<u>\$ 6,219,957</u>	<u>\$ 1,622,155</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year	PERS
2016	\$ 838,807
2017	838,807
2018	838,807
2019	838,807
2020	838,807
Thereafter	403,767
Total	<u>\$ 4,597,802</u>

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

C. PENSION PLANS (CONTINUED)

GASB 68 - Accounting and Financial Reporting for Pensions (Continued)

Public Employees' Retirement System (Continued)

Additional Information - Collective Balances at June 30, 2014 and 2015 are as follows:

Year		6/30/2014		6/30/2015
Collective deferred outflows of resources	\$	1,063,318	\$	6,219,957
Collective deferred inflows of resources		3,182,910		1,622,155
Collective Net Pension Liability		33,814,773		41,604,309
District's Proportion		0.1806080846%		0.1853809517%

Actuarial Assumptions - The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

	PERS
Interest Rate	7.90%
Salary Scale (Based on Age):	
2012-2021	2.15% - 4.40%
Thereafter	3.15% - 5.40%
Inflation	3.04%

Mortality rates were based on the RP-2000 Combined Healthy Male or Female Mortality Tables (setback 1 year for females) with adjustments for mortality improvements from base year of 2012 based on Projection Scale AA.

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

C. PENSION PLANS (CONTINUED)

GASB 68 - Accounting and Financial Reporting for Pensions (Continued)

Public Employees' Retirement System (Continued)

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2015 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	5.00%	1.04%
US Treasuries	1.75%	1.64%
Investment Grade Credit	10.00%	1.79%
Mortgages	2.10%	1.62%
High Yield Bonds	2.00%	4.03%
Inflation-Indexed Bonds	1.50%	3.25%
Broad US Equities	27.25%	8.52%
Developed Foreign Equities	12.00%	6.88%
Emerging Market Equities	6.40%	10.00%
Private Equity	9.25%	12.41%
Hedge Funds/Absolute Return	12.00%	4.72%
Real Estate (Property)	2.00%	6.83%
Commodities	1.00%	5.32%
Global Debt ex US	3.50%	-0.40%
REIT	4.25%	5.12%
Total	100%	

Discount Rate - The discount rate used to measure the total pension liability was 4.90% as of June 30, 2015. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.90%, and a municipal bond rate of 3.80% as of June 30, 2015, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current member contribution rates and that contributions from employers will be made on the average of the last five years of contributions made in relation to the last five years of recommended contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2033. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

C. PENSION PLANS (CONTINUED)

GASB 68 - Accounting and Financial Reporting for Pensions (Continued)

Public Employees' Retirement System (Continued)

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate - The following presents the collective net pension liability of the participating employers as of June 30, 2015, calculated using the discount rate as disclosed above, as well as what the collective net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.90%) or 1-percentage-point higher (5.90%) than the current rate:

	1% Decrease ✓ (3.90%)	Current Discount ✓ (4.90%)	1% Increase ✓ (5.90%)
County's proportionate share of the net pension liability	\$ 51,721,494	\$ 41,614,309	\$ 33,140,518

Police and Firemen's Retirement System

Special Funding Situation - Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers related to this legislation.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

C. PENSION PLANS (CONTINUED)

GASB 68 - Accounting and Financial Reporting for Pensions (Continued)

Police and Firemen's Retirement System (Continued)

Special Funding Situation (Continued) - The County's nonemployer contribution information for PFRS is summarized as follows:

Description	As of and for The Year Ended 6/30/2015
State Proportionate Share of Net Pension Liability Attributable to Employer	\$ 5,297,241
Nonemployer Contributions	\$ 275,749

Components of Net Pension Liability - At December 31, 2015, the County's proportionate share of the PFRS net pension liability was \$60,404,140. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2014, to the measurement date of June 30, 2015. The County's proportion of the net pension liability was based on the County's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2015. The County's proportion measured as of June 30, 2015 was .363%.

Pension Expense and Deferred Outflows/Inflows of Resources - The County's 2015 PFRS pension expense, with respect to GASB 68, was \$2,947,769.

The County's 2015 deferred outflows of resources and deferred inflows of resources were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$	\$ 521,005
Changes of assumptions	11,152,105	
Net difference between projected and actual earnings on pension plan investments		1,051,281
Changes in proportion and differences between District contributions and proportionate share of contributions	5,872,109	140,971
Total	\$ 17,024,214	\$ 1,713,257

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

C. PENSION PLANS (CONTINUED)

GASB 68 - Accounting and Financial Reporting for Pensions (Continued)

Police and Firemen's Retirement System (Continued)

Pension Expense and Deferred Outflows/Inflows of Resources (Continued) - Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year	PFRS
2016	\$ 2,800,214
2017	2,800,214
2018	2,800,214
2019	2,800,214
2020	2,800,214
Thereafter	1,309,887
Total	<u>\$ 15,310,957</u>

Actuarial Assumptions - The collective total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015.

This actuarial valuation used the following actuarial assumptions:

	PFRS
Interest Rate	7.90%
Salary Scale (Based on Age):	
2012-2021	2.60% - 9.48%
Thereafter	3.60% - 10.48%
Inflation	3.04%

Mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and one year using Projection Scale BB for male service retirements with adjustments for mortality improvements from the base year based on Projection Scale BB. Mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected fourteen years using Projection Scale BB for female service retirements and beneficiaries with adjustments for mortality improvements from the base year of 2014 based on Projection Scale BB.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

C. PENSION PLANS (CONTINUED)

GASB 68 - Accounting and Financial Reporting for Pensions (Continued)

Police and Firemen's Retirement System (Continued)

Discount Rate - The discount rate used to measure the total pension liability was 5.79% as of June 30, 2015. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.90%, and a municipal bond rate of 3.80% as of June 30, 2015, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be made based on the average of the last five years of contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2045. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2045, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. Best estimates of arithmetic real rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2015 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	5.00%	1.04%
US Treasuries	1.75%	1.64%
Investment Grade Credit	10.00%	1.79%
Mortgages	2.10%	1.62%
High Yield Bonds	2.00%	4.03%
Inflation-Indexed Bonds	1.50%	3.25%
Broad US Equities	27.25%	8.52%
Developed Foreign Equities	12.00%	6.88%
Emerging Market Equities	6.40%	10.00%
Private Equity	9.25%	12.41%
Hedge Funds/Absolute Return	12.00%	4.72%
Real Estate (Property)	2.00%	6.83%
Commodities	1.00%	5.32%
Global Debt ex US	3.50%	-0.40%
REIT	4.25%	5.12%
Total	100%	

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

C. PENSION PLANS (CONTINUED)

GASB 68 - Accounting and Financial Reporting for Pensions (Continued)

Police and Firemen's Retirement System (Continued)

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate - The following presents the collective net pension liability of the participating employers as of June 30, 2015, calculated using the discount rate as disclosed above, as well as what the collective net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.79%) or 1-percentage-point higher (6.79%) than the current rate:

	1% Decrease ✓ (4.79%)	Current Discount ✓ (5.79%)	1% Increase ✓ (6.79%)
County's proportionate share of the net pension liability	\$ 86,615,278	\$ 65,701,380	\$ 48,647,966

D. POSTEMPLOYMENT HEALTHCARE BENEFITS PLAN

Plan Description - The State Health Benefits Program ("SHBP"), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey, Division of Pensions and Benefits. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq., to provide health benefits to State employees, retirees and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. The County provides post employment health care benefits, at its cost, to various classes of employees (non union and collective bargaining units) and their spouses or surviving spouses as well as dependents. The health care benefits will be in a form consistent with that provided to all active employees of the County subject to the requirements as illustrated in Article 33 of the Personnel Agreement regarding retiree benefits. The entitlement at the minimum requires that all qualified County employees be retired through the New Jersey Division of Pensions and Benefits under the PFRS or the PERS and shall meet at least one of the following requirements: retirement on a disability pension; Retirement with 25 years or more of service credit in a state or locally-administered retirement system and at least 15 years of service with the County; retirement at age 62 or older with at least 15 years of service with the County, or retirement with 25 years or more of service credit in a state or locally-administered retirement system, provided the retiring employee was on the employment rolls of the County as of August 1, 1991.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey, Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at www.state.nj.us/treasury/pensions/.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

D. POSTEMPLOYMENT HEALTHCARE BENEFITS PLAN (CONTINUED)

Funding Policy - Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis.

The State's contribution rate is based on the annual required contribution ("ARC"), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years.

The County of Salem did not participate in the SHBP during 2015.

On October 1, 2013, post-retirement healthcare benefits were provided through a private plan with Amerihealth HMO, Inc. See Note E for more details.

The County provides post-retirement medical health insurance benefits and prescription benefits, provided the employee qualifies for and has retired through the New Jersey Division of Pensions and Benefits under the Police and Fireman's Retirement System ("PFRS") or the Public Employees Retirement System ("PERS") and meets at least one of the following requirements:

- (a) Retirement on a disability pension; or
- (b) Retirement with 25 years or more of service credit in a state or locally-administered retirement system and at least 15 years of service with the County of Salem; or
- (c) Retirement at age 62 or older with at least 15 years of service with the County of Salem; or Adopted 1/17/07; Revised 7/17/13.
- (d) Retirement with 25 years or more of service credit in a state or locally-administered retirement system, provided the retiring employee was employed by Salem County as of August 1, 1991.

There were approximately 171 retired participants eligible at December 31, 2015,

**E. GASB STATEMENT 45 FOR ACCOUNTING AND FINANCIAL REPORTING BY EMPLOYERS FOR
POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS**

The required disclosure information from the plan document and the December 31, 2015, actuarial valuation is as follows:

Plan Description

- The County currently maintains an unfunded single-employer post-employment benefits plan other than for pensions.
- The Plan provides eligible retirees and their dependents with prescription drug benefits.
- The Plan does not issue stand-alone financial statements and is not included in the report of another entity.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

**E. GASB STATEMENT 45 FOR ACCOUNTING AND FINANCIAL REPORTING BY EMPLOYERS FOR
POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS**

Funding Policy

- It is the County's policy at this time to fund the Plan on a pay as you go basis.

Other Required Disclosures

- The annual required contribution and OPEB cost for 2014 was \$7,736,186, assuming a 30-year amortization of the actuarial accrued liability.
- During the year ended December 31, 2014, the County paid \$2,449,346 to the Plan, which represents the amount of benefits paid during the period.
- The unfunded actuarial and accrued liability, which includes retirees and active employees, totaled \$99,557,544 as of December 31, 2014. The County's next required actuarial valuation will be calculated as of December 31, 2016.
- The actuarial valuation date was December 31, 2014.

Actuarial Assumptions and Methods

- An assumed discount rate of 4.5% was used for purposes of developing the liabilities and annual required contribution on the basis that the Plan would not be funded.
- Health care cost trend rates were as follows:
 - Prescription ranged from 8.00% in 2014 to 5% in years 2020 and later.
 - These actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities.
 - These calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation.
 - The actuarial cost method used was the entry age method.
 - The unfunded actuarial accrued liability was amortized as a level percentage of payroll using projected salary increases of 3.00%.

F. COMPENSATED ABSENCES

Under the existing policies of the County, upon retirement, employees accruing days will be compensated for one-half of their accumulated sick days up to a maximum of \$15,000 and all of their accumulated vacation days. A maximum of ten vacation days may be carried over at the end of the year unless approval to carryover more is granted.

The County has established a Compensated Absences Trust Fund to set aside funds for future payments of compensated absences. At December 31, 2015, the balance of the fund was \$261,752. It is estimated that, at December 31, 2015, accrued benefits for compensated absences for all eligible employees who have accumulated time are valued at \$2,235,996. Of this balance, \$576,932 is vested and \$1,659,064 is unvested portion of the compensated absences.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

G. DEFERRED COMPENSATION SALARY ACCOUNT

The County offers its employees a Deferred Compensation Plan in accordance with Internal Revenue Code Section 457, which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the County or its creditors. Since the County does not have a fiduciary relationship with the plan, the balances and activities of the plan are not reported in the County's financial statements.

H. LEASE OBLIGATIONS

At December 31, 2015, the County had various lease agreements in effect for the County Jail, office space and numerous copiers.

Future minimum lease payments (principal and interest) under capital lease agreements for the County Jail are as follows:

Year	Amount
2016	\$ 1,759,075
2017	1,759,903
2018	1,912,375
2019	1,906,500
	\$ 7,337,853

I. CAPITAL DEBT

Summary of Debt

	December 31,		
	2015	2014	2013
Issued			
General:			
Serial Bonds	\$ 29,949,000	\$ 32,694,000	\$ 33,034,000
Bonds Guaranteed by the County	9,552,410	20,641,410	22,982,136
Bond Anticipation Notes	8,275,000	8,590,000	11,615,000
Loan Payable	1,300,000	1,300,000	1,300,000
Authorized but not Issued			
General:			
Bonds and Notes	5,499,364	5,499,364	2,350,000
Gross Debt	54,575,774	68,724,774	71,281,136
Deductions	14,181,342	25,296,446	25,284,272
Net Debt	\$ 40,394,432	\$ 43,428,328	\$ 9,552,410

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

I. CAPITAL DEBT (CONTINUED)

Summary of Regulatory Debt Condition - Annual Debt Statement

The summarized statement of debt condition, which follows, is prepared in accordance with the required method of setting up the Annual Debt Statement and indicated a regulatory net debt of 0.827%.

	Gross Debt	Deductions	Net Debt
General	\$ 54,575,774	\$ 14,181,342	\$ 40,394,432

Net Debt \$40,394,432 divided by the average Equalized Valuation Basis per N.J.S.A.40A:2-2 as amended, \$5,149,196,832 equals 0.784%. A revised Annual Debt Statement should be filed by the Chief Financial Officer.

Borrowing Power Under N.J.S.A. 40A:2-6 as Amended

2% of Equalized Valuation Basis (County)	\$ 102,983,937
Net Debt	40,394,432
Remaining Borrowing Power	\$ 62,589,505

2015 Refunding Bond Issue – Salem County Special Services District

On April 30, 2015, the County of Salem issued Bonds in the amount of \$3,885,000, with interest between 1% and 3.5%, for the purpose of refunding \$3,615,000 in callable Special Services District bonds from Series 2008.

Schedule of Annual Debt Service for Principal and Interest for Bonded Debt Issued and Outstanding

Year	Principal	Interest	Total
2016	\$ 3,145,000	\$ 1,048,525	\$ 4,193,525
2017	2,825,000	946,238	3,771,238
2018	2,935,000	856,894	3,791,894
2019	2,585,000	751,600	3,336,600
2020	2,155,000	662,182	2,817,182
2021	2,230,000	592,328	2,822,328
2022	2,295,000	524,794	2,819,794
2023	2,110,000	449,450	2,559,450
2024	2,180,000	372,949	2,552,949
2025	2,225,000	283,808	2,508,808
2026	1,735,000	189,768	1,924,768
2027	1,285,000	130,538	1,415,538
2028	1,310,000	77,588	1,387,588
2029	934,000	21,425	955,425
	\$ 29,949,000	\$ 6,908,083	\$ 36,857,083

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

I. CAPITAL DEBT (CONTINUED)

Schedule of Annual General Debt Service for the Principal and Interest for Loans Outstanding

Year	Principal	Interest	Total
2016	\$ 31,205	\$ 13,000	\$ 44,205
2017	63,349	25,060	88,409
2018	64,622	23,787	88,409
2019	65,921	22,489	88,410
2020	67,246	21,164	88,410
2021	68,598	19,812	88,410
2022	69,976	18,433	88,409
2023	71,383	17,027	88,410
2024	72,818	15,592	88,410
2025	74,281	14,128	88,409
2026	75,775	12,635	88,410
2027	77,298	11,112	88,410
2028	78,851	9,558	88,409
2029	80,436	7,973	88,409
2030	82,053	6,357	88,410
2031	83,702	4,707	88,409
2032	85,385	3,025	88,410
2033	87,101	1,309	88,410
	<u>\$ 1,300,000</u>	<u>\$ 247,168</u>	<u>\$ 1,547,168</u>

J. BOND ANTICIPATION NOTES

The County issues bond anticipation notes to temporarily finance various capital projects prior to the issuance of serial bonds. The terms of the notes cannot exceed one year, but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid not later than the tenth anniversary of the original note. The State of New Jersey ("State") also prescribes that, on or before the third anniversary of the date of the original note, a payment of at least equal to the first legally payable installment of the bonds, in anticipation of which such notes were issued, be paid or retired. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary of the date of the original issue. At December 31, 2015, the County had bond anticipation notes totaling \$8,275,000. On June 24, 2015, the County issued \$8,275,000 Bond Anticipation Notes ("BANS") consisting of \$7,900,000, with interest at .54% and Tax-Exempt BANS and \$375,000 Federally Taxable BANS, with interest of 1.04%. These notes mature on June 24, 2016.

K. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2015, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the current fund:

	Balance December 31, 2015	2016 Budget Appropriation	Balance to Succeeding Budgets
Over expenditure of Appropriation Reserve	\$ 214,893	\$ 214,893	\$ -
Over expenditure of Budget Appropriation	671,581	671,581	-
Special Emergency	68,674	68,674	-
Total	<u>\$ 955,148</u>	<u>\$ 955,148</u>	<u>\$ -</u>

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

L. NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE

The County has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method." Under this plan, the County is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The County is billed quarterly for amounts due to the State. The following is a summary of County contributions, reimbursements to the State for benefits paid, and the ending balance of the County's trust fund for the current and previous two years:

<u>Year</u>	<u>County</u> <u>Contributions</u>	<u>Amount</u> <u>Reimbursed</u>	<u>Ending</u> <u>Balance</u>
2015	\$ 45,416	\$ 45,416	\$ 44
2014	95,146	95,146	44
2013	19,850	216,399	44

M. OPEN SPACE, RECREATION, FARMLAND AND HISTORIC PRESERVATION TRUST

On November 5, 2002, pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the County authorized the establishment of the Salem County Open Space, Recreation, Farmland and Historic Preservation Trust Fund effective January 1, 2005, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space. The County proposed to levy a tax not to exceed two cents per one hundred dollars of equalized valuation.

Amounts raised by taxation are apportioned by the County Board of Taxation among the municipalities in accordance with N.J.S.A. 54:4-9 and are assessed, levied and collected in the same manner and at the same time as other County taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a Trust Fund dedicated by rider (N.J.S.A. 40A:4-39) for the purpose stated. Interest earned on the investment of these funds is credited to the Salem County Open Space, Recreation, Farmland and Historic Preservation Trust Fund.

N. RISK MANAGEMENT

The County has adopted a plan of self-insurance for workers' compensation, automobile, police professional liability, and general liability insurance. Joint Insurance Fund Policy cover individual claims in excess of \$250,000 for automobile, general liability claims, and workers' compensation claims.

At December 31, 2015, the estimated payable for the workers' compensation insurance was \$604,371, the amount that the records of the administrator of the plan show as the estimated maximum amount of potential claims reported. Such liability at this time is not known.

The estimated payable for the general liability/police professional insurance was \$635,133 the amount that the records of the administrator of the plan show as the estimated maximum amount of potential claims reported, at December 31, 2015. Such liability at this time is not known.

The estimated payable for the auto liability insurance was \$0, the amount that the records of the administrator of the plan show as the estimated maximum amount of potential claims reported, at December 31, 2015. Such liability at this time is not known.

The estimated payable for workers' compensation, auto liability and general liability police professional insurance do not include any provision for claims incurred but not reported.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

N. RISK MANAGEMENT (CONTINUED)

Any additional funds required for claims in excess of the amounts reserved and recorded in trust funds below as a liability will be paid and charged to the 2015 or future budgets. At December 31, 2015, the balances of the plans were as follows:

Insurance Plan	Amount
Reserve for Workers' Compensation - Trust Fund	\$ 78,094
Reserve for Self Insurance - Trust Fund	1,444
Hospitalization - Trust Fund	13,500

O. SERVICE AGREEMENT

Salem County Improvement Authority - Solid Waste Landfill Division - In 1984, a service agreement was enacted between the County and the Salem County Utilities Authority. In 2009, the Salem County Utilities Authority was dissolved and all of its rights and obligations were transferred to the Salem County Improvement Authority.

Section 301 of the 1984 agreement provides "Charges may and shall at all times be such that the receipts of the Authority shall be sufficient to pay or provide for expenses of the operation, repair and maintenance of the system including insurance, renewals and replacements and the cost of all enlargements and alterations of the system not otherwise provided for to pay the principal of and interest on any and all bonds or other obligations of the Authority as the same become due, and to repay to the County any advances made by the County to meet any deficits of the Authority by any participant or any other municipality, authority, county, person, partnership, firm, public or private corporation, or from any other cause, and to provide and maintain such reserves or sinking funds for any of the foregoing purpose as may be required by the terms of any contract or other obligation of the Authority."

Section 401 provided "On or before January 15th next following the close of each fiscal year, the Authority shall make and deliver to the Board of Chosen Freeholders of the County, a certificate, signed by its Chairman or Vice-Chairman and its Registered Municipal Accountant, stating the receipts and expenses to the Authority for the current fiscal year and the estimated receipts and expenses to the Authority for the current fiscal year, and deficiency advances (if any) payable by the County to the Authority, for or with respect to the preceding and current fiscal year. Such deficiency advances shall be a sum of money equal to the excess (if any) of the expenses of the Authority for a fiscal year over the receipts of the Authority's such fiscal year.

Section 402 provides "On or before May 1st of each fiscal year, the County will pay to the Authority the deficiency advances (if any) stated in the certificate delivered to the Board of Chosen Freeholders pursuant to Section 401 of this Article."

In 1984, prior year advances to the Authority of \$215,000 was repaid to the County of Salem. Subsequent to 1984 through December 31, 2015, the Authority has not requested any advances resulting from deficiencies or for any other purpose.

**COUNTY OF SALEM, STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)**

P. COMPARATIVE SCHEDULE OF TAX RATES

		2015		2014		2013		2012		2011
County Tax Rate	\$	0.980	\$	0.947	\$	0.946		0.922		0.875
County Open Space Tax Rate		0.020		0.020		0.020		0.020		0.020

Q. ASSESSED VALUATION

2015	\$	5,265,472,749
2014		5,339,001,530
2013		5,453,646,338
2012		5,585,235,635
2011		5,731,852,668

R. COMPARISON OF TAX LEVIES AND COLLECTIONS

Year		Tax Levy		Cash Collections	Percentage of Collection
2015	\$	51,448,093	\$	51,448,093	100.00%
2014		50,310,877		50,310,877	100.00%
2013		51,356,241		51,356,241	100.00%
2012		51,356,241		51,356,241	100.00%
2011		50,007,796		50,007,796	100.00%

S. LITIGATION

The County is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the County, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

T. SUBSEQUENT EVENTS

Subsequent events were evaluated through June 28, 2016, which is the date that the financial statements were available to be issued.

SUPPLEMENTAL SCHEDULES

The Individual Fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund.

CURRENT FUND

**CURRENT FUND
STATEMENT OF CURRENT CASH
STATUTORY BASIS
YEAR ENDED DECEMBER 31, 2015**

	<u>Ref.</u>		
Balance - December 31, 2014	A	\$	10,929,952
Increased by Receipts:			
County Taxes Receivable	A-1, A-5	\$	51,448,093
Collection of Added and Omitted Taxes	A-5		335,720
Revenue Accounts Receivable	A-8		20,338,258
Interfunds	A-9		8,905,365
Mortgages Receivable	A-10		145,845
Other Reserves	A-13		99,952
			<u>81,273,233</u>
			92,203,185
Decreased by Disbursements:			
2015 Budget Appropriations	A-3	\$	72,829,408
2014 Appropriation Reserve	A-12		2,094,265
Refund Receivable	A		18,551
Interfunds Advanced	A-9		9,809,215
Mortgage Receivable	A-10		683,858
Accounts Payable	A-11		16,139
			<u>85,451,436</u>
Balance - December 31, 2015	A	\$	<u><u>6,751,749</u></u>

**CURRENT FUND
SCHEDULE OF TAXES LEVIED AND COLLECTED
YEAR ENDED DECEMBER 31, 2015**

Municipality	Balance December 31, 2014	2015 Tax Levy	Added and Omitted County Tax	Received	Balance December 31, 2015
Alloway Township	\$ 8,690	\$ 2,900,336	\$ 3,676	\$ 2,912,702	\$ -
Carneys Point Township	30,603	6,883,834	8,904	6,914,437	8,904
Elmer Borough	2,192	981,672	11,228	983,864	11,228
Elsinboro Borough	80	1,043,711	386	1,044,177	
Lower Alloways Creek Township		2,998,477	4,755	3,003,232	
Mannington Township		1,994,454	4,302	1,998,756	
Oldmans Township		2,378,282	235,423	2,613,705	
Penns Grove Borough		1,498,839	1,106	1,499,945	
Pennsville Township		10,878,568	44,558	10,878,568	44,558
Pilesgrove Township		4,274,097	6,591	4,280,688	
Pittsgrove Township	7,253	6,280,053	19,262	6,287,306	19,262
Quinton Township		1,893,675	3,389	1,897,064	
Salem City		1,769,521		1,769,521	
Upper Pittsgrove Township		2,983,714	6,502	2,990,216	
Woodstown Borough		2,688,860	20,772	2,709,632	
	<u>\$ 48,818</u>	<u>\$ 51,448,093</u>	<u>\$ 370,854</u>	<u>\$ 51,783,813</u>	<u>\$ 83,952</u>
Ref.	A	A-2			A
County Taxes				\$ 51,448,093	
County Added/Omitted Taxes				335,720	
				<u>\$ 51,783,813</u>	

EXHIBIT A-6

CURRENT FUND
STATEMENT OF DEFERRED CHARGES
N.J.S. 401:4-54 SPECIAL EMERGENCY
YEAR ENDED DECEMBER 31, 2015

Date Authorized	Purpose	Amount Authorized	1/5 of Net Amount Authorized	Balance December 31, 2014	Added in 2015	Raised in 2015 Budget	Balance December 31, 2015
12/5/12	Repair and Reconstruction of Roads, Bridges and Railroads	\$ 400,000	\$ 80,000	\$ 149,374		\$ 80,700	\$ 68,674
			<u>Ref.</u>	<u>A</u>		<u>A-3</u>	<u>A</u>

EXHIBIT A-7

STATEMENT OF DEFERRED CHARGES
YEAR ENDED DECEMBER 31, 2015

Description	Balance December 31, 2014	Added in 2015	Raised in 2015 Budget	Balance December 31, 2015
Overexpenditure of Appropriations	\$ 478,418	\$ 716,581	\$ 478,418	\$ 716,581
Overexpenditure of Appropriation Reserves	73,214	107,925	73,214	107,925
	<u>\$ 551,632</u>	<u>\$ 824,506</u>	<u>\$ 551,632</u>	<u>\$ 824,506</u>
	<u>Ref.</u>	<u>A</u>	<u>A-1,3,12</u>	<u>A</u>
			<u>A-3</u>	

CURRENT FUND
STATEMENT OF REVENUES - ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2015

	Balance Dec 31, 2014	Accrued	Collected	Balance Dec 31, 2015
Miscellaneous Revenues Anticipated:				
Local Revenues:				
County Clerk	\$ 93,446	\$ 453,000	\$ 453,000	\$ 93,446
Surrogate	158,426	119,049	119,049	158,426
Sheriff		52,000	52,000	
Interest on Investments and Deposits	32,539	(11,505)	21,034	
Constitutional Officers Salary Reimbursement		96,200	96,200	
Refunds - Public Health Department		44,402	44,402	
Planning Board - Development Review Fees		4,831	4,831	
Due from Lower Alloways Creek Township		2,195,000	2,195,000	
One Stop Administration/ Stop		51,021	51,021	
Board of State and Federal Prisoners in County Jail	1,405	(1,405)		
Bail Forfeiture		86,850	86,850	
Dispatch				
Elmer Borough		10,700	10,700	
Woodstown Borough	500	31,500	32,000	
City of Salem	1	129,009	129,010	
LAC Township		39,795	39,795	
Pennsville		59,822	59,822	
Carneys Point		59,822	59,822	
Home Detention		44,320	44,320	
Jail Miscellaneous		162,092	162,092	
Indirect costs		3,494	3,494	
Inmate Health/Reimbursement to Salem County		7,791	7,791	
Jail Telephone	21,879	110,476	132,355	
Unification Reimbursement	13,610	132,781	146,391	
Fire School		15,055	15,055	
Revolving Loan Fund	29,690	(18,887)	10,803	
Meals on Wheels Rent	500	5,500	6,000	
State Prisoners		16,640	16,640	
Pollution Control - Treasurer	6,000	20,000	26,000	
Reserve for Motor Vehicle Fines	575,000	(575,000)		
Railroad Operator Fees	22,500	200,376	222,876	

CURRENT FUND
STATEMENT OF REVENUES - ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2015

Ref.	Balance		Accrued	Collected	Balance Dec 31, 2015
	Dec 31, 2014				
State Aid:					
State Aid - County College Bonds (NJSA 18A:64A-22.6)208751	\$	483,446 \$	(207,777) \$	275,669 \$	-
Public Health Priority Funding - 1977		30,409	(25,364)	55,773	(50,728)
Debt Service - State Aid (Type I) - Vocational Education Bonds		85,640	(85,640)		
Debt Service - State Aid (Type I) - Special Services School District			293,381	293,381	
State Assumption of Costs of County Social & Welfare Serv & Psychiatric Facilities					
Social and Welfare Service (c.66,P.L. 1990):					
Division of Youth and Family Services		2,113,500	(2,113,500)		
Supplemental Social Security Income		65,340	26,699	92,039	
Psychiatric Facilities (C.73,P.L. 1990):					
Maintenance of Patients in State Institution for Mental Diseases			1,373,508	1,373,508	
Maintenance of Patients in State Institutions for Mentally Retarded			2,737,021	2,737,021	
Board of County Patients in State and Other Institutions			26,032	26,032	
Division of Developmental Disabilities (DDD)					
Revenue Assessment Program		36,514	(36,514)		
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Other Special Items					
Salem County Area Office of Aging			58,000	58,000	
Added and Omitted Assessments		154,874	(154,874)		
Salem County Home - Medicaid Reimbursement		132,175	(132,175)		
Salem County Community Bus Service - NJ Transit Contract		340,352	1,100,930	1,441,282	
County Welfare Office - Social Services			127,182	127,182	
Rent - Agriculture Building		7,075	85,850	92,925	
Bd. Federal Inmates in County Jail		1,398,702	4,700,805	6,099,507	
Female Inmates in County Jail		1,576,000	(1,020,666)	555,334	
Gloucester County Alternative Youth Shelter Beds		112,574	(25,787)	86,787	
NEXTEL-Communication Tower		5,500	11,000	16,500	
County Clerk Additional Fees		125,000	(125,000)		
Sheriff Additional Fees			35,927	35,927	
Reserve for Payment of Type I School Debt		12,121	(12,121)		
Board of Elections		54,337	(47,380)	6,957	
Title Section IV-D Reimbursement for State of NJ		26,675	(26,675)		
Salem County Improvement Authority			249,715	249,715	
Total Miscellaneous Revenue Anticipated	A-2 \$	7,715,730 \$	10,357,306 \$	17,871,892 \$	201,144

CURRENT FUND
STATEMENT OF REVENUES - ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2015

	Ref	Balance Dec 31, 2014	Accrued	Collected	Balance Dec 31, 2015
Miscellaneous Revenue Not Anticipated:					
Lease of Farmland		\$ 6,496	(1) \$	6,495	\$ -
Refund of ARC Application Fee			1,000	1,000	
Additional County Clerk Fees			32,383	32,383	
Miscellaneous			33,507	33,507	
Payments In Lieu of Taxes			10,889	10,889	
Insurance Recovery			22,397	22,397	
Refunds			3,024	3,024	
Donations			8,504	8,504	
Academy reimbursements			3,050	3,050	
Scrap Sales			2,746	2,746	
Vendor Fees			490	490	
Trust Interest			30	30	
Commodity Resales			2,555	2,555	
Vehicle Rent			3,600	3,600	
Fares			12,046	12,046	
Constitutional Board of Appeal Fees			100	100	
Prosecutor Discovery			142	142	
Prosecutor Restitution			9,003	9,003	
Prosecutor County Fines			394	394	
Landscaping and Paving			19,021	19,021	
Vending Services			3,496	3,496	
OPRA Fees			111	111	
Garnishes			382	382	
Board of Election Copies and Supplies			292	292	
County Auction			36,164	36,164	
Election Reimbursements			73,744	73,744	
Veteran's Cemetery Plot Allowance			27,266	27,266	
FEMA Reimbursements			2,153,535	2,153,535	
Total Miscellaneous Revenue Not Anticipated	A-2	\$ 6,496	\$ 2,459,870	\$ 2,466,366	\$ -
		\$ 7,722,226	\$ 12,817,176	\$ 20,338,258	\$ 201,144
Ref.	A			A-4	A

EXHIBIT A-9

**CURRENT FUND
STATEMENT OF INTERFUNDS
YEAR ENDED DECEMBER 31, 2015**

	Ref.	Total	Grant Fund	Municipal Open Space Trust Fund	Trust Other Fund	General Capital Fund
Balance December 31, 2014	A	\$ 910,159	\$ 977,033	\$ 2,863	\$ (75,578)	\$ 5,841
Increased by:						
Receipt	A-4	1,223,622				
County Road Aid Interest Received	A-4	4,713		72,270	951,352	200,000
Unappropriated reserves	A-4, 16	5,070	5,070			4,713
Grant Receivables	A-4, 14	7,659,369	7,659,369			
Grant Match from Trust Fund	A-4, 14	12,591	12,591			
Matching Share	A-3	232,639	232,639			
Cancellation of Trust Receivable	A-1	10,231			10,231	
		<u>10,058,394</u>	<u>8,886,702</u>	<u>75,133</u>	<u>886,005</u>	<u>210,554</u>
Decreased by:						
Disbursements	A-4	91,962		50,213	35,908	5,841
Grant Disbursements	A-4, 15	9,717,253	9,717,253			
Anticipated as Revenue in the 2015 Budget:						
Reserve for 911	A-2	262			262	
Reserve for Revolving Loans	A-2	951,090			951,090	
Capital Fund Balance	A-2	200,000				200,000
Cancellation of:						
Grant Funds	A-1, 14, 15	125,509	125,509			
Trust Fund Reserves	A-1	29,532			29,532	
		<u>11,115,608</u>	<u>9,842,762</u>		<u>1,016,792</u>	<u>205,841</u>
Balance December 31, 2015	A	\$ (1,057,214)	\$ (956,060)	\$ 24,920	\$ (130,787)	\$ 4,713
Interfunds Receivable		\$ (1,086,847)				
Interfunds Payable		29,633				
		<u>\$ (1,057,214)</u>				

EXHIBIT A-10

**CURRENT FUND
STATEMENT OF MORTGAGES RECEIVABLE
YEAR ENDED DECEMBER 31, 2015**

	<u>Ref.</u>	<u>Grant Fund</u>
Balance December 31, 2014	A	\$ -
Increased by:		
Transfer from Trust Fund	A-4	683,858
Decreased by:		
Receipts	A-4	145,845
Balance December 31, 2015	A	\$ <u>538,013</u>

EXHIBIT A-11

**STATEMENT OF ACCOUNTS PAYABLE
YEAR ENDED DECEMBER 31, 2015**

	<u>Ref.</u>	
Balance December 31, 2014	A	\$ 21,576
Increased by:		
Adjustment	A-12	151
		<u>21,727</u>
Decreased by:		
Disbursements	A-4	16,139
Balance December 31, 2015	A	\$ <u>5,588</u>

CURRENT FUND
STATEMENT OF 2014 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2015

	Encumbrances 12/31/2014	Reserve 12/31/2014	Transfers		Balance After Transfer	Paid or Charged	Balance Lapsed	Overex- penditure
			To	From				
ADMINISTRATIVE AND EXECUTIVE								
Board of Chosen Freeholders								
Salaries and Wages	\$ -	\$ 202	\$ 1,750	\$ -	\$ 1,952	\$ 1,933	\$ 19	\$ -
Other Expenses		589			589	65	524	
Purchase Department and Inventory Control								
Salaries and Wages		1,742		500	1,242	942	300	
Other Expenses		79	375		454	447	7	
Clerk of the Board								
Salaries and Wages		1,989	2,200		4,189	4,158	31	
Other Expenses	294	4,086		3,700	680	(4,532)	5,212	
Personnel/HR								
Salaries and Wages		1,406			4,506	4,458	48	
Screening & Compliances Test of Employees		2,068	3,100	1,500	568	227	341	
Other Expenses	1,478	3,425	28,000		32,903	32,681	222	
County Clerk								
Salaries and Wages		8,690		4,000	4,690	4,561	129	
Other Expenses	51	1,824			1,875	1,874	1	
Election Costs	412	71			483	315	168	
Grant Management								
Other Expenses		16,551		15,000	1,551	825	726	
Board of Elections								
Salaries and Wages		1,505	2,900		4,405	4,359	46	
Other Expenses	28,222	150	150		28,522	28,453	69	
Department of Finance								
County Treasurer's Office								
Salaries and Wages		6,320		2,500	3,820	3,589	231	
Other Expenses		259	300		559	516	43	
Bond Costs		2,102		1,500	602		602	
County Auditor		4,350			4,350		4,350	
Information Technology Center								
Salaries and Wages		13,124		13,000	124		124	
Other Expenses	2,915	26,338	10,000		19,253	1,991	17,262	
County Adjuster's Office								
Other Expenses	2,000	1,133			3,133	2,731	402	

CURRENT FUND
STATEMENT OF 2014 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2015

	Encumbrances 12/31/2014	Reserve 12/31/2014	Transfers		Balance After Transfer	Paid or Charged	Balance Lapsed	Overex- penditure
			To	From				
ADMINISTRATIVE AND EXECUTIVE								
Board of Taxation								
Salaries and Wages	\$ -	\$ 886	\$ 1,100	\$ -	\$ 1,986	\$ 1,910	\$ 76	\$ -
Other Expenses	260	491			751	412	339	
County Counsel								
Other Expenses	507	3,000	1,050		4,557	4,023	534	
County Surrogate								
Salaries and Wages		1,288	3,300		4,588	4,587	1	
Other Expenses	2,191	581			2,772	2,543	229	
Agriculture development Board						(1,000)	1,000	
Other Expenses								
Engineer								
Salaries and Wages		3,955			3,955	3,611	344	
Other Expenses	50,643	20,547		15,000	56,190	45,411	10,779	
Economic Development Office								
Other Expenses		50			50		50	
Labor Counsel								
Other Expenses		6,761	950		7,711	7,711		
Special Counsel/Consulting								
Other Expenses	9,287	392	1,875		11,554	11,554		
Cultural and Heritage Commission								
Salaries and Wages		142	175		317	298	19	
Other Expenses	287	999		750	536	336	200	
TOTAL GENERAL GOVERNMENT	98,547	137,095	47,225	67,450	215,417	170,989	44,428	
LAND USE ADMINISTRATION								
County Planning Board								
Salaries and Wages		4,580		2,000	2,580	1,681	899	
Other Expenses		1,187		450	737	109	628	
TOTAL LAND USE ADMINISTRATION		5,767		2,450	3,317	1,790	1,527	

CURRENT FUND
STATEMENT OF 2014 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2015

	Encumbrances 12/31/2014	Reserve 12/31/2014	Transfers		Balance After Transfer	Paid or Charged	Balance Lapsed	Overex- penditure
			To	From				
CODE ENFORCEMENT AND ADMINISTRATION								
Weights and Measures								
Salaries and Wages	\$ -	\$ 1,361	\$ -	\$ -	\$ 1,361	\$ 958	\$ 403	\$ -
Other Expenses		356			356	1	355	
TOTAL CODE ENFORCEMENT		1,717			1,717	959	758	
INSURANCE								
Workmen's Compensation		17,675		14,500	3,175	1,940	1,235	
Other Insurance Premiums		3,803		3,500	303		303	
Self-Insurance AI/GL		5,529		5,000	529		529	
Group Insurance Dental	11,630	20,759			32,389	11,646	20,743	
Group Insurance Hospitalization	258,848	138,829			397,677	397,677		
Post Retirement Health Benefits		3,982			3,982		3,982	
Unemp. Ins. (NJS 43:21-3 et seq.)			45,500		45,500	45,416	84	
State Disability Insurance		10,741			10,741		10,741	
TOTAL INSURANCE	270,478	201,318	45,500	23,000	494,296	456,679	37,617	
PUBLIC SAFETY FUNCTIONS								
Safety Committee	915	175			1,090	1,217		(127)
Department of Emergency Services								
Salaries and Wages		5,685			5,685	5,190	495	
Other Expenses:								
Fire School		37			6,890	6,822	68	
Miscellaneous Other Expenses	6,853	699			2,111	2,479		(368)
Hazardous Materials Response Team	1,412	207			5,443	5,394	49	
"9-1-1"	5,236							
Salaries and Wages		818	25,075		25,893	25,147	746	
Other Expenses	7,475	23			7,498	7,189	309	
Fire Marshall								
Other Expenses	4,272	161			4,433	3,194	1,239	
Sheriff's Office								
Salaries and Wages		61,531	19,000		42,531	42,118	413	
Other Expenses	23,565	10,392	3,500		30,457	31,132		(675)

CURRENT FUND
STATEMENT OF 2014 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2015

	Encumbrances 12/31/2014	Reserve 12/31/2014	Transfers		Balance After Transfer	Paid or Charged	Balance Lapsed	Overex- penditure
			To	From				
PUBLIC SAFETY FUNCTIONS								
Jail								
Salaries and Wages		\$ -	\$ 106,968	\$ -	\$ 106,968	\$ 119,696	\$ -	\$ (12,728)
Other Expenses	298,982	320	30,000		329,302	383,162		(53,860)
Bail Forfeitures			225		225			
Inmate Medical	103,616	960	6,000		110,576	150,743		(40,167)
Alternative Youth Shelter								
Contractual- Ranch Hope		45,000			45,000			
Prosecutor's Office								
Salaries and Wages		81,594		20,500	61,094	60,602	492	
Other Expenses	43,564	7,302			50,866	48,206	2,660	
County Medical Examiner								
Other Expenses		1,122			1,122	117	1,005	
Juvenile Detention and Domestic Relations Ct.	93,403	13,876	4,500		111,779	110,426	1,353	
Other Expenses								
TOTAL PUBLIC SAFETY FUNCTIONS	589,293	229,902	172,768	43,000	948,963	1,048,059	8,829	(107,925)
PUBLIC WORKS FUNCTIONS								
Street and Road Maintenance								
Roads and Bridges								
Salaries and Wages		2,195	20,800		22,995	22,893	102	
Other Expenses	6,055	49,847		46,000	9,902	3,782	6,120	
Facilities Management								
Salaries and Wages		7,652	6,500		14,152	13,899	253	
Other Expenses	43,906	22,869			66,775	66,509	266	
Alterations & Renovations	43,234				43,234	43,234		
Snow Removal	102,601	451		83,000	20,052	13,401	6,651	
Mosquito Extermination Commission	5,320	2,985		2,000	6,305	4,741	1,564	
Railroad	3,110	1,625		1,000	3,735	3,110	625	
Vehicle Maintenance	42,274	2,485		4,000	40,759	31,932	8,827	
TOTAL PUBLIC WORKS FUNCTIONS	246,500	90,109	27,300	136,000	227,909	203,501	24,408	

CURRENT FUND
STATEMENT OF 2014 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2015

	Encumbrances 12/31/2014	Reserve 12/31/2014	Transfers		Balance After Transfer	Paid or Charged	Balance Lapsed	Overex- penditure
			To	From				
HEALTH AND HUMAN SERVICES								
War Veterans Burial and Grave Decorations								
Other Expenses								
Office on the Disabled	\$ 1,839	\$ 424	\$ -	\$ -	\$ 2,263	\$ 1,843	\$ 420	\$ -
Salaries and Wages		1,935			1,935	812	1,123	
Other Expenses	1,347	6,529		5,000	2,876	1,507	1,369	
Salem Area Office on Aging		1,040			1,040			
Office on Aging Medical Transportation	3,250	1,327			4,577	3,358	1,219	
JACC/CAP		10,305		1,468	8,837	6,449	2,388	
Alcohol Treatment/County Contributions	341	3,000			3,341	890	2,451	
County Health Serv - Interlocal Agreement (40:8A-1 et seq)		19,524		1,500	18,024	8,078	9,946	
Salaries and Wages								
Other Expense:								
Nursing Services	1,661	2,922			4,583	2,809	1,774	
Administrative	4,654	1,286			5,940	4,011	1,929	
Environmental	283	552			835	487	348	
Cumberland County- Priority Health Funding		4,010			4,010	1,423	2,587	
Salaries and Wages								
Commission on Women								
Other Expenses	62	13			75	62	13	
Mental Health Board								
Other Expenses		500			500		500	
TOTAL HEALTH AND HUMAN SERVICES	13,437	53,367		7,968	58,836	32,769	26,067	
EDUCATION FUNCTIONS								
Education Programs for Employees								
Salaries and Wages		117			117	115	2	
Out of County Two Year Colleges (N.J.S. 18A:64A-23)	4,660	1,651	6,500		12,811	12,672	139	
County Extension Service-Farm and Home Demonstrations								
Salaries and Wages	502	27,980		18,025	9,955	3,474	6,481	
Other Expenses		8,474		2,000	6,976	5,541	1,435	
Office of County Superintendent of Schools								
Salaries and Wages		6,746			6,746	1,508	5,238	
Other Expenses	761	1,189			1,950	1,090	860	
TOTAL EDUCATION FUNCTIONS	5,923	46,157	6,500	20,025	38,555	24,400	14,155	

CURRENT FUND
STATEMENT OF 2014 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2015

	Encumbrances 12/31/2014	Reserve 12/31/2014	Transfers		Balance After Transfer	Paid or Charged	Balance Lapsed	Overex- penditure
			To	From				
UNCLASSIFIED								
Veteran's Service Bureau								
Salaries and Wages								
Other Expenses								
Community Bus Service								
Salaries and Wages								
Other Expenses								
Utilities								
City of Salem - In lieu of Taxes (Pilot Program)								
TOTAL UNCLASSIFIED								
SUBTOTAL OPERATIONS								
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES								
Matching Funds for Grants								
TOTAL PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES								
Contingent								
TOTAL OPERATIONS INCLUDING CONTINGENT								
Capital Improvements								
Interest Earned on N.J. Department of Transportation Grant Funds -								
(County Aid Improvement Program): Reconstruction of								
Various County Roads								
Total Capital Improvements								
Deferred Charges and Statutory Expenditures - County								
Statutory Expenditures:								
Contribution to:								
Public Employees' Retirement System								
Police and Fireman's Retirement System								
Total Deferred Charges and Statutory Expenditures - County								
Total General Appropriations								
Ref	A	A					A-1	A-7
Accounts Payable								
Disbursements								

\$ 151
2,094,265
\$ 2,094,416

**CURRENT FUND
STATEMENT OF OTHER RESERVES**

	Ref.	Total	Special Emergency Hurricane Sandy	Reconstruction of Various Roads	OOA Transportation Program	2011 Storm Repayment of Debt	Type 1 School Debt	Repayment of Debt	Repair and Reconstruction of Roads Bridges and Railroads	Reserve for JACC/CAP
Balance, December 31, 2014	A	\$ 1,387,599	\$ 33,160	\$ 128,803	\$	\$ 692,452	\$ 16,008	\$ 120,699	\$ 327,257	\$ 69,220
Increased by:										
Receipt	A-4	99,952			3,748			96,204		
		1,487,551	33,160	128,803	3,748	692,452	16,008	216,903	327,257	69,220
Decreased by										
Anticipated as Revenue in 2015 Budget	A-2	616,631				337,923	16,008	120,000	80,700	62,000
		616,631				337,923	16,008	120,000	80,700	62,000
Balance, December 31, 2015	A	\$ 870,920	\$ 33,160	\$ 128,803	\$ 3,748	\$ 354,529	\$ -	\$ 96,903	\$ 246,557	\$ 7,220

EXHIBIT A-14
(1)

FEDERAL AND STATE GRANT FUND
STATEMENT OF FEDERAL AND STATE GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2015

	Balance 12/31/2014	Anticipated as Revenue in 2015 Budget	By 40A:4-87	Received	Cancelled/ Adjustment	Balance 12/31/2015
Federal Grants:						
Area Plan Grant						
2013	\$ 23,632	\$ -	\$ -	\$ -	\$ -	\$ 23,632
2014	461,925			461,575		350
2015		847,581	122,877	842,585		127,873
Public Health Preparedness and Response to Bioterrorism						
2014	211,469			188,731	22,738	
2015			260,348	46,874		213,474
Victims of Crime Act Grant Program (VOCA)		111,556		107,984		3,572
Multijurisdictional Task Force						
2014	71,485			71,485		
2015				40,097		79,664
Veteran's Transportation Grant			119,761	5,415		7,585
2014 Veteran's Transportation Grant	9,751		13,000	9,751		
USDA Rural Development - Rural Enterprises Grant	38,236			27,395		10,841
WIA Adult						
2013	45,564			45,564		
WIA Youth						
2013	82,458			69,435	13,023	
WIA Dislocated Workers - EF						
2012	1,904				1,904	
2013	95,495			95,310	185	
2015			39,943	65,000		39,943
WIA Operator Salary	65,000					
Small Cities Block Grant	88,955					
Small Cities Housing Rehabilitation	16,100					
State Homeland Security Program (SHSP)						
2010	232				232	
2013	59,412			59,412		
2014	100,000			100,000		
2015			100,000			100,000

EXHIBIT A-14
(2)

FEDERAL AND STATE GRANT FUND
STATEMENT OF FEDERAL AND STATE GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2015

	Balance 12/31/2014	Anticipated as Revenue in 2015		Received	Cancelled/ Adjustment	Balance 12/31/2015
		Budget	By 40A:4-87			
SJTPO - Salem Hancock's Bridge Road, Phase I (CR 658)	\$ 485,967	\$ -	\$ -	\$ 285,224	\$ 200,743	\$ -
SJTPO - Salem Hancock's Bridge Road (CR 658) PE	2,711					2,711
SJTPO - Salem Hancock's Bridge Road (CR 658) Phase II	1,547,295			238,078		1,309,217
2014 Elmer Shirley Road	1,000,000			45,000		955,000
2014 Commissioners Pike Phs IV	844,385			90,000		754,385
2014 Cohansey Friesburg Road	102,767					102,767
2014 Woodstown Road	100,045					100,045
NJ DOT - Pennsville-Auburn Rd, County Road #551, Phase II	283,625					283,625
2009 NJDOT - Pennsville-Auburn Road, County Road #551, Phase III	588,039					588,039
NJ DOT - Harmersville- Pecks Corner Rd CR 667, Phase II Project (ARRA) 2011	286,085					286,085
SJTPO - Salem County Roadway Striping Program, Phase II	243,830					243,830
SJTPO - Salem County Safety Projects in Penn Grove Township	82,336			16,650		65,686
Federal Aid - Commissioner's Pike, CR #581, Phase III	91,303			7,550	83,753	
Federal Aid - Commissioner's Pike, CR #581, Phase IV	930,946			70,097		860,849
CDBG Greenville Bridge	38,126					38,126
HAVA Section 261						
2014	11,122			11,122		
2015		10,768	28,095	19,432		19,431
Subregional Transportation Planning						
2014	46,400			24,797	21,603	
2015			58,000			58,000
NJ Dept of Agriculture - Crop Insurance Education						
2015			178,665	178,665		178,665
2014	178,665					
Tiger III	3,000,000					3,000,000
NJ Dept of Transportation - 2015 Federal Aid Program			231,460			231,460
2012 Almond Rd CR 540 Phase I	527,513			276,662	250,851	
2013 Almond Rd CR 540 Phase II	1,090,227			250,000		840,227

**FEDERAL AND STATE GRANT FUND
STATEMENT OF FEDERAL AND STATE GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2015**

	Balance 12/31/2014	Anticipated as Revenue in 2015		Received	Cancelled/ Adjustment	Balance 12/31/2015
		Budget	By 40A:4-87			
State Grants:						
Alcohol and Drug Abuse Services						
#13-539-ADA-01	\$ 44,243	\$ -	\$ -	\$ -	\$ -	\$ 44,243
#14-539-ADA-01	77,204			73,950		3,254
#15-539-ADA-01		234,058		29,490		204,568
NJ Dept of Health - Healthy Community Initiative			12,000	12,000		
MIPPA Outreach		40,000		40,000		
Medical Reserve Corp		3,500		3,500		
NJ Dept of Health - Right to Know						
2014	6,590			6,590		
2015			8,786	2,196		6,590
Wastewater Management Plan 2012	241,220			101,472		139,748
SCBG - ADA Grant Agreement #08-2115-00 Johnson Building	73,618					73,618
Federal Aid Urban System - Substitution Program -	1,118				1,118	
Reconstruction of Quinton - Elmer Road						
County Environmental Health Act (CEHA)						
2014	7,160			7,160		
2013 CEHA Core	73,120			26,937	46,183	
NJDOT- Capital Transportation Program Fiscal Year 1994-1997	8,030					8,030
NJDOT - Salem County Short Line Track Rehabilitation 2014	1,891,127					1,891,127
Senior Citizen and Disabled Residents Transportation Program						
2012	83,874			83,848	26	
2013						
2014	174,101			(11,975)	186,076	
2015				191,730		149,286
2013 Carryover		341,016	218,692			218,692
New Jersey Transit Section 5311						
2013	148,442				148,442	
2014	245,589			93,569	152,020	
2015			339,180			339,180

EXHIBIT A-14
(4)

FEDERAL AND STATE GRANT FUND
STATEMENT OF FEDERAL AND STATE GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2015

	Balance 12/31/2014	Anticipated as Revenue in 2015 Budget	By 40A:4-87	Received	Cancelled/ Adjustment	Balance 12/31/2015
Municipal Alliance to Prevent Alcoholism & Drug Abuse	\$	\$	\$	\$	\$	\$
2012	15,697	-	-	-	-	15,697
2013	34,323	-	-	400	-	33,923
2014	63,882	-	-	7,035	-	56,847
2014	137,801	-	-	22,937	-	114,864
2015			137,801			137,801
N.J. Transportation Trust Fund Authority Act						
Reconstruction of Quinton - Elmer Road Section III	50,000				50,000	
Old Salem Courthouse - Phase II	250,000			250,000		1,000,000
NJ Transportation Trust Fund Authority - Murphy's Bridge		1,000,000				250,000
Replacement of Webster's Mill Bridge	250,000					9,983
EIP COLA Funds	9,983					20,407
Early Intervention Program 2008	20,407					
2014 Special Child Health Case Management	33,510			27,383	6,127	39,895
NJ Department of Health - Special Child Health Management 2016			39,895			
2014 Hazmat	21,500			21,500		
2014 Are You Talking to Me	15,000				15,000	
Mental Health Administration						
2011	12,000					12,000
2012	12,000					12,000
2013	12,000					12,000
2014	12,000					12,000
Juvenile Justice Commission - Family Court Services						
2010	(4,550)				(4,550)	
2007	(4,301)				(4,301)	
2009	5,123				5,123	
2011	2,435				2,435	
2012	275				275	
2013	16,501				16,501	
2014	80,877			61,942		18,935
2015		100,261		26,102		74,159

FEDERAL AND STATE GRANT FUND
STATEMENT OF FEDERAL AND STATE GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2015

	Balance 12/31/2014	Anticipated as Revenue in 2015 Budget	By 40A:4-87	Received	Cancelled/ Adjustment	Balance 12/31/2015
Juvenile Justice Commission - State/Community Partnership						
2007	\$ 55,114	\$ -	\$ -	\$ -	\$ 55,114	\$ -
2009	19,013				19,013	
2011	6,422				6,422	
2012	22				22	
2013	1,194			131,442	1,194	2,547
2014	133,989			78,658		122,308
2015		200,966				
Juvenile Justice Commission - Accountability Block Grant (JAIBG)						
2012	7,605				7,605	
2013	4,980			4,980		
2014	3,817			3,817		
2015						
JAG - Megan's Law		3,752		2,814		938
2014 Juvenile Assistance Grant Program - Megan's Law	926			926		
DCJ - Victims Witness Advocacy 2014	108,082			108,082		
Salem County Safe Roadways Grant 2013	8,731					8,731
2005 County Mental Health Planning Development & Admin	1,585					1,585
SART/SANE		42,619				42,619
Conducted Energy Device Assistance Program			11,350	11,350		
Prosecutor Insurance Fraud Reimbursement Program						
2014	47,405					
2015		150,240	7,351	35,258	12,147	43,587
2014 NJ Historical Commission Grant				106,653		
Local Arts Program				7,351		
2014	11,260			11,260		
2015	23,421			11,711		11,710
SCJA - Nursing Home Division Support						
State Health Insurance Assistance Program (SHIP)						
2014	29,500			29,500		
2015		27,000				27,000

**FEDERAL AND STATE GRANT FUND
STATEMENT OF FEDERAL AND STATE GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2015**

	Balance 12/31/2014	Anticipated as Revenue in 2015 Budget	By 40A:4-87	Received	Cancelled/ Adjustment	Balance 12/31/2015
NJ Transportation Trust Fund Authority - Local Bridges, Future Needs - Kings Highway, County Road #620 2009	\$ 92,702	\$ -	\$ -	\$ -	-	\$ 92,702
2011	722,532					722,532
2014 Co Aid Improvement (Willow Grove Dam)	4,063,081			163,289		3,899,792
NJ Dept of Transportation - County Aid - ATP 2014						
2015			2,365,000			2,365,000
State Railplan	563,802		2,365,000			2,365,000
Emergency Housing Repair Fund	4,995					563,802
2014 Cancer Education/Early Detection One Stop	141,221			42,467		4,995
2015						98,754
2014	1,046,118		1,261,166	500,649	13	760,517
Work First New Jersey TANF 2013	197,517			442,204		603,901
2014	37,608			175,047	22,470	
Work First New Jersey GA/SNAP 2013	58,437			37,608		
2013	12,637			54,035	4,402	
2013	16,848			12,636	1	
Work First New Jersey CAVP & EEI 2013				1,466	15,382	
2013	62,095			7,201		
2014	299,932			267,399	54,894	
2015			256,544			32,533
2014 NJOEM TLDs	7,500			7,500		256,544
Salem County Waste Management Program	3,461			3,461		
SCIA - Administrative/Economic Development Division	211,175				211,175	
Workforce Development Partnership Program 2013	8,013			2,274	5,739	
PASP - Personal Assistance Services Program 2014	926	11,114		12,040		
2015		11,114		11,114		

**FEDERAL AND STATE GRANT FUND
STATEMENT OF FEDERAL AND STATE GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2015**

	Balance 12/31/2014	Anticipated as Revenue in 2015 Budget	By 40A:4-87	Received	Cancelled/ Adjustment	Balance 12/31/2015
	\$ 2,273	\$ -	\$ -	\$ -	\$ -	\$ 2,273
NJ State Police 911 Coordinator	82,892			1,797	81,095	223,283
NJ Department of Human Services IV-D 2014		233,882		10,599		
2015						
PSFASC Wastewater Management Plan						
2009	42,969					42,969
2012	1,413				1,413	
2013	50,000					50,000
Bulletproof Vest Partnership						
2013	7,410					7,410
2014	2,340					2,340
2015						6,940
Prosecutor Body Armor			6,940	2,268		
Sheriff Body Armor			2,268	18,854		
USDOC - State Criminal Alien Assistance Program (SCAAP)			18,854	22,717		
New Freedom Transportation (5317)			22,717			
2012	(23)				(23)	
2012	1,168			1,031		1,168
2013	1,031					
2014	2,400					2,400
2014	13,550			13,550		
2014	3					3
HSGP	65,000			65,000		
EMAA		88,000		88,000		
EMAA/EMPG						
Other:						
NJDEP - 2015 Stormwater Management			20,000	20,000		20,000
New Jersey Farm Bureau		20,000		45,000		
Pascale Sykes Economic Initiative		45,000		2,205		
Health & Wellness Foundation - Narcan Kits		2,205		30,000		
Health & Wellness Foundation - Alcohol and Drug Residential Serv.			30,000	20,000		
Health & Wellness Foundation - Healthy Community Development			20,000	40,000		
Salem Wellness Foundation - Flu Clinics			166,000	166,000		
Health & Wellness Foundation - Specialized Transportation			500	500		
NJ Dept of Health - Seniors Farmers Market Nutrition						
	\$ 25,260,996	\$ 3,497,632	\$ 8,529,193	\$ 7,659,369	\$ 1,802,540	\$ 27,825,912
	A	A-2	A-2	A-4	A-9	A

**FEDERAL AND STATE GRANT FUND
STATEMENT OF RESERVES FOR FEDERAL AND STATE GRANT FUND-APPROPRIATED
YEAR ENDED DECEMBER 31, 2015**

	Balance 12/31/2014	2015 Appropriations		County Match	Liquidation of Prior Year Encumbrance	Paid or Charged	Cancellation	Balance 12/31/2015
		Budget	By 40A:4-87					
Federal Grants:								
Area Plan Grant								
2013	\$ 31,293	\$ -	\$ -	\$ -	\$ -	\$ 7,589	\$ -	\$ 23,704
2014	97,849				61,957	49,487		110,319
2015		847,581	122,877			781,844		188,614
Public Health Preparedness and Response to Bioterrorism								
2013						(12)	12	
2014	158,866				116	136,243	22,739	
2015			260,348			98,353		161,995
Multijurisdictional Task Force								
2013	9						9	
2014	58,151					58,151		
2015			119,761			55,825		63,936
Victims of Crime Act Grant Program (VOCA)								
2014		111,556		27,889		139,445		
2015	9,713					9,713		
Veterans Transportation Grant								
2014	7,565				1,087	8,652		7,565
2015			13,000			5,435		
USDA Rural Development - Rural Business Grant						4,770		
WIA Operator Salary	4,770					27,588		5,180
WIA Adult 2013	32,768					24,534		
WIA Youth 2013	24,534					35,384	13,023	
WIA Dislocated Worker	48,407							
2013	43,632				9,000	52,447	185	
2015			39,943					39,943
2013 CDBG Disaster Recovery	28,502							28,502
Small Cities Block Grant	106,752					17,797	88,955	
Small Cities Housing Rehab	13,866					6,410		
State Homeland Security Program (SHSP)								
2005	2						2	
2010	233						233	
2012	44							44
2013	2,044				31,024	33,068		
2014	60,614				33,210	93,824		
2015			100,000			10,357		89,643
2008 Stormwater Regulation	2,973						2,973	
2010 SJTPO - Salem Hancock's Bridge Road, Phase I (CR 658)	201,703				119,307	120,268	200,742	
SJTPO - Salem Hancock's Bridge Road (CR 658) PE	40,572							40,572
SJTPO - Salem Hancock's Bridge Road, Phase II (CR 658)	445,251				63,105	63,717		444,639
SJTPO - Pennsville-Auburn Road, County Road #551, Phase II	286,674							286,674

**FEDERAL AND STATE GRANT FUND
STATEMENT OF RESERVES FOR FEDERAL AND STATE GRANT FUND-APPROPRIATED
YEAR ENDED DECEMBER 31, 2015**

	Balance 12/31/2014	2015 Appropriations Budget	By 40A:4-87	County Match	Liquidation of Prior Year Encumbrance	Paid or Charged	Cancellation	Balance 12/31/2015
2014 Commissioners Pike	\$ 844,385	\$ -	\$ -	\$ -	\$ -	\$ 564,713	\$ -	\$ 279,672
2014 Elmer-Shirley Road	1,000,000					989,500		10,500
2014 Cohansey Friesburg Road	102,767					28,800		73,967
2014 Woodstown Road	100,045					31,830		68,215
New Jersey DOT - Pennsville Auburn Road Resurfacing County Road #551, Phase III								
2009	151,539							151,539
2010	436,500							436,500
N.J. Department of Transportation								
Harmersville- Pecks Road Cr 667, Phase II (ARRA)	286,085							286,085
SJTPO - Salem County Roadway Striping Program, Phase II	243,830							243,830
SJTPO - Salem County Safety Projects in Penn Grove Township	65,686							65,686
2013 Federal Aid - Commissioner's Pike, CR #581, Phase III	567,287				223,136	238,707		561,716
2013 Federal Aid - Commissioner's Pike, CR #581, Phase IV	99,252					15,498	83,754	
NJ Dept. of Transportation - 2015 Federal Aid Program			231,460					231,460
Subregional Transportation Planning Program 2014	58,000					36,397	21,603	
2015			58,000			850		57,150
2009 Wastewater Management Plan (ARRA)	908							
2012 Almond Road Phase I	195,077				64,375	8,602		
2013 Almond Road Phase II	404,170				157,747	157,747	250,850	
Tiger III	3,000,000							404,170
								3,000,000
State Grants:								
Alcohol and Drug Abuse Services	10,390							10,390
#13-582-ADA-00	27,076					23,468		12,005
#14-582-ADA-00				18,881	8,397	227,236		25,703
#15-582-ADA-00		234,058						
NJ Dept of Health - Right to Know								
2014	6,402							452
2015			8,786			6,358		5,382
2012 Wastewater Management Plan	105,000					3,404		66,000
2009 PSFASC Wastewater Management Plan					136,220	175,220		34,466
2012 PSFASC Wastewater Management Plan	1,413				34,466		1,413	
2013 PSFASC Wastewater Management Plan	4,809							4,809
SCBG - ADA Grant Agreement #08-2115-00 Johnson Building	95,801				12,486	12,486		95,801
Short Line Track Rehabilitation 2014	872,379				891,645	846,203		917,821
N.J. Department of Environmental Protection								
County Environmental Health Act (CEHA)								
2014	4,000				5,495	5,495	115,398	4,000
2014 CEHA Core	115,398							

FEDERAL AND STATE GRANT FUND
STATEMENT OF RESERVES FOR FEDERAL AND STATE GRANT FUND-APPROPRIATED
YEAR ENDED DECEMBER 31, 2015

	Balance 12/31/2014	2015 Appropriations Budget	By 40A:4-87	County Match	Liquidation of Prior Year Encumbrance	Paid or Charged	Cancellation	Balance 12/31/2015
Senior Citizen and Disabled Resident Transportation Program								
2012	\$ 83,875	\$ -	\$ -	\$ -	\$ -	\$ 83,848	\$ 27	\$ -
2014	100,698				12,363	(73,074)	186,135	
2015		341,016				155,170		185,846
2013 Carryover			218,692			207,565		11,127
New Jersey Transit Section 5311								
2013	171,268					(24,373)	195,641	
2014	285,970				200	83,454	202,716	
2015			339,180	100,442		48,149		391,473
Municipal Alliance to Prevent Alcoholism & Drug Abuse								
2013	2,169					765		1,404
2014	122,579				9,384	103,102		28,861
2015			137,801			15,069		122,732
NJ Dept of Health - Special Child Health Management								
2012						(75)	75	
2014	24,240			9,380	902	26,490	8,032	
2015	23,991		39,895	15,880		15,026		40,749
2014 Mental Health Administration	37,219				8,334	18,000	15,000	5,991
2014 Are You Talking to Me						30,553		
Juvenile Justice Commission Family Court Services								
2009	3,398							
2010	5,540							
2011	2,000							
2012	16						16	
2013	16,501						16,501	
2014	26,957				2,500			29,457
2015		100,261						100,261
Juvenile Justice Commission State/Community Partnership								
2008	124						124	
2009	10,900						10,900	
2010	26,807						26,807	
2011	6,113						6,113	
2012	68,165					68,143	22	
2013	69,647					68,143	1,504	
2014	27,651							27,651
2015		200,966				68,143		132,823
Juvenile Justice Commission - Accountability Block Grant (JAIBG)								
2012	1,335						1,335	
2013	571						571	
2014	4,241							4,241

EXHIBIT A-15
(4)

FEDERAL AND STATE GRANT FUND
STATEMENT OF RESERVES FOR FEDERAL AND STATE GRANT FUND-APPROPRIATED
YEAR ENDED DECEMBER 31, 2015

	Balance 12/31/2014	2015 Appropriations Budget	By 40A:4-87	County Match	Liquidation of Prior Year Encumbrance	Paid or Charged	Cancellation	Balance 12/31/2015
JAG - Megan's Law	\$ -	\$ 3,752	\$ -	\$ -	\$ -	\$ 3,752	\$ -	\$ -
Salem County Safe Roadways Grant 2013	8,601							8,601
Prosecutor Insurance Fraud Reimbursement	13,555	150,240				1,409	12,146	4,776
2014						145,464		40
2015	1,440				68	1,468		
Dept. of Veterans Affairs - War Veterans Cemetery & Park Grant	11,260					11,260		10,251
Local Arts Program	46,843					36,592		
2014	15,744				76	15,820		8,176
2015		27,000				18,824		
NJ Dept. of Health - Healthy Community Initiative	6,944							6,944
2012	48				180	178	50	
2013	1,327					2,243	1,327	9,757
2015		12,000						
Sheriff Body Armor	5,918				7,225	13,143		
2013	18,045					18,045		18,854
2014								
2016			18,854			500		
NJ Dept of Health - Senior Farmers Market Nutrition		2,205	500			2,205		7,273
Health and Wellness Foundation - Narcan Kits			40,000			32,727		
Salem Wellness Foundation - Flu Clinics								
Prosecutor Body Armor	2,103					2,103		2,268
2014								14,833
2015		40,000	2,268			40,000		
MIPPA Outreach								
Medical Reserve Corp	3							3
2007	1,054							1,054
2009	794							794
2010	91							91
2011	2,172							2,172
2013	3,075							2,867
2015		3,500				208		3,500

**FEDERAL AND STATE GRANT FUND
STATEMENT OF RESERVES FOR FEDERAL AND STATE GRANT FUND-APPROPRIATED
YEAR ENDED DECEMBER 31, 2015**

	Balance 12/31/2014	2015 Appropriations Budget	By 40A:4-87	County Match	Liquidation of Prior Year Encumbrance	Paid or Charged	Cancellation	Balance 12/31/2015
State Aid Highway Projects:								
County Aid Improvement Program								
2008	\$ -	\$ -	\$ -	\$ -	\$ 12,413	\$ 12,413	\$ -	\$ -
2009	73,517				73,517	73,517		
2011	1,101,318				135,939	1,237,257		842,036
2012	1,823,000					980,964		1,807,000
2013	1,807,000							1,075,780
2014	1,077,795	1,000,000			2,985,286	2,987,301		1,000,000
NJ Transportation Trust Fund Authority - Murphy's Bridge								
Local Bridges, Future Needs - Kings Highway, CR #620								
2009	95,621							95,621
2011	41,439				193	192		41,440
Local Bridges, Future Needs - Lake Palantine 2012								
Oldmans Township Economic Development Project	239,871				69,482	69,482		239,871
Cancer Education/Early Detection 2014	9,735						9,735	
WIA/WFNU	130,585			17,489	2,232	41,783		108,523
2014	765,404				438,432	1,165,843	12	37,981
2015			1,261,166		364,123			897,043
Work First New Jersey TANF								
2013	64,435					41,965	22,470	
2013 Work First New Jersey GA/SNAP Needs Based	1						1	
Work First New Jersey GA/SNAP - Work Activities 2013	13,989				4,000	13,587	4,402	
Work First New Jersey CAVP & EEI 2013	15,382						15,382	
Dept. of Law and Public Safety, Div. of State Police -								
NJ Office of Emergency Management - RERP								
2013	26,675				1,700	(26,520)	54,895	36,721
2014	303,760				2,896	269,935		86,632
2015			256,544			169,912		
PASP - Personal Assistance Services Program								
2014		11,114				11,114		
2015		11,114				8,335		2,779
State Rail Plan								
NJ Historical Commission Grant					35,135	60,988		534,087
2013	500				375	875		
2014	7,351					7,351		
2015		7,351						
Emergency Management Performance Grant (EMPG) 2013	65,000					17,500		7,351
Title V Delinquency Prevention Program	23,750						23,750	47,500
Title IV-D								
2014	91,373					10,279	81,094	
2015		233,882				4,638		229,244

FEDERAL AND STATE GRANT FUND
STATEMENT OF RESERVES FOR FEDERAL AND STATE GRANT FUND-APPROPRIATED
YEAR ENDED DECEMBER 31, 2015

	Balance 12/31/2014	2015 Appropriations Budget	By 40A:4-87	County Match	Liquidation of Prior Year Encumbrance	Paid or Charged	Cancellation	Balance 12/31/2015
WDP Staff & Fringe	\$ 5,739	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,739	\$ -
NJOEM Ltd								
EMAA		88,000			7,500	7,500		88,000
Salem Co. Imp Auth - Admin/Economic Development Plan	211,175							
Salem Co. Imp Auth-Nursing Home-Residential Ramp Installation	2,855					2,855	211,175	
Right to Farm Activities Grant								
2000	4,805							4,805
2001	5,206							5,206
2002	4,516							4,516
Bulletproof Vest Partnership								
2011	17,160							17,160
2012	4,680							4,680
2015		6,940		6,940		4,022		9,858
New Freedom Transportation (5317)								
2014	432						432	
2014	2,400				384	2,400		
2014	9,040			10,250	7,810	26,917	183	
2014	4,000					4,000		
2012 Capacity Building Award								
NJ Dept of Agriculture - Crop Insurance Education								
2014	118,321					118,321		127,111
2015	3,015		178,665			51,554		
Its All About You						3,015		
New Jersey Farm Bureau		20,000				20,000		
Pascatale Sykes Economic Initiative		45,000				24,285		20,715
SART/SANE		42,619		10,655		33,494		19,780
Conducted Energy Device Assistance Program			11,350	12,591		23,941		
NJ Dept of Transportation - County Aid - ATP								
2014								
2015			2,365,000					2,365,000
HAVA Section 261			2,365,000					2,365,000
NJDEP - 2015 Stormwater Management		10,768				38,825		38
USDOC - State Criminal Alien Assistance Program (SCAAP)								
Health and Wellness Foundation - Healthy Community Development		22,717				4,300		20,000
Health and Wellness Foundation - Alcohol & Drug Residential Services		20,000				14,087		18,417
Health and Wellness Foundation - Specialized Transportation		30,000				1,568		5,913
		166,000						28,432
								166,000
	\$ 20,496,763	\$ 3,497,632	\$ 8,529,193	\$ 245,230	\$ 5,598,190	\$ 14,357,744	\$ 1,928,049	\$ 22,081,215
	A	A-3	A-3	A-3,9			A-9	A
Ref.								
Transfer from Trust Fund	A-4,9			\$ 12,591				
Transfer from 2015 Budget	A-3			232,639				
Disbursed	A-9					\$ 9,717,253		
Encumbrances Payable	A					4,640,491		
				\$ 245,230		\$ 14,357,744		

FEDERAL AND STATE GRANT FUND
STATEMENT OF RESERVES FOR FEDERAL AND STATE GRANT FUNDS - UNAPPROPRIATED
YEAR ENDED DECEMBER 31, 2015

<u>Grant Description:</u>	Balance December 31, 2014	Received	Balance December 31, 2015
Senior Citizen and Disabled Resident			
Transportation Program - Additional Funds	\$ 9,864	\$ -	\$ 9,864
Subregional Transportation Planning Program - FY 2006	32,639		32,639
Farmland Preservation Program	27,573		27,573
EMAA	50,000		50,000
EMPG	23,000		23,000
OOA Contract Adjustments		5,070	5,070
	<u>\$ 143,076</u>	<u>\$ 5,070</u>	<u>\$ 148,146</u>
<u>Ref.</u>	A	A-9	A

TRUST FUNDS

**TRUST FUND
STATEMENT OF CASH
PER N.J.S.40A:5-5--TREASURER
YEAR ENDED DECEMBER 31, 2015**

	<u>Ref.</u>	<u>Trust Other Fund</u>	<u>Open Space and Farmland Preservation</u>
Balance - December 31, 2014	B	\$ 3,316,922	\$ 3,262,874
Increased by Receipts:			
Reserve for Trust Funds	B-7	\$ 42,406,508	
Interest Earned on Investments	B-1,8		\$ 6,033
Open Space Tax Levy	B-5		1,053,095
Added & Omitted Taxes	B-5		15,848
Reserve for Open Space Trust Fund	B-8		2,280,568
Due to Current Fund	B-9	35,908	
		<u>42,442,416</u>	<u>3,355,544</u>
		45,759,338	6,618,418
Decreased by Disbursements:			
Due to General Capital Fund	B	32,180	
Principal and Interests on Open Space Debt	B-2		759,417
Reserve for Trust Funds	B-7	43,357,173	
Reserve for Open Space Trust Fund	B-8		1,743,627
Payment to Current Fund	B-10		72,270
		<u>43,389,353</u>	<u>2,575,314</u>
Balance - December 31, 2015	B	<u>\$ 2,369,985</u>	<u>\$ 4,043,104</u>
	<u>Ref</u>	B	B

TRUST FUND - OPEN SPACE AND FARMLAND PRESERVATION

STATEMENT OF INVESTMENTS

	<u>Ref</u>	
Balance - December 31, 2014 and 2015	B	<u>\$ 497,651</u>

Analysis of Balance:

U.S. Treasury Bond - Due 11/15/41

EXHIBIT B-5

**TRUST FUND - OPEN SPACE AND FARMLAND PRESERVATION
STATEMENT OF TAXES RECEIVABLE
YEAR ENDED DECEMBER 31, 2015**

Balance - December 31, 2014	<u>Ref.</u> B	\$	1,046
Increased by:			
2015 Tax Levy:			
Open Space		\$	1,053,095
Added and Omitted			16,573
	B-8		<u>1,069,668</u>
			1,070,714
Decreased by:			
Received:			
Open Space tax	B-3		1,053,095
Added and Omitted Tax	B-3		15,848
			<u>1,068,943</u>
Balance - December 31, 2015	B	\$	<u><u>1,771</u></u>

EXHIBIT B-6

**TRUST FUND
STATEMENT OF MORTGAGE RECEIVABLES**

	<u>Ref.</u>		
Balance - December 31, 2014	B	\$	683,858
Decreased by:			
Transfer to Current Fund	B-7		<u>683,858</u>
Balance - December 31, 2015	B	\$	<u><u></u></u>

TRUST FUNDS
STATEMENT OF RESERVE FOR TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Balance December 31, 2014	Receipts	Disbursements	Cancelled	Balance December 31, 2015
Reserve for:					
911	\$ 262	\$ -	\$ 262		\$ -
Accumulated Absence Trust	400,838	507	139,593		261,752
B.F. Goodrich	16,417	27	2	16,442	
Commodities Resale Program	100,634	207,018	291,270		16,382
County Auction	30,686	7,156	34,289		3,553
County Clerk	273,573	36,838	40,832		269,579
Document Preservation Fees		259,558	259,558		
Engineering Escrow	20,852	1,000			21,852
Environmental Enforcement	582,395	97,523	350,232		329,686
Hospitalization	57,570	2,799,869	2,843,939		13,500
Housing Revitalization	73,850	109	1,850		72,109
Motor Vehicle Fines	33,819	256,795	154,381		136,233
Net Payroll Account	95,870	17,340,369	17,436,239		
Parvin Bequest	49,421	5,355			54,776
Payroll Agency	290,690	20,055,228	20,062,127		283,791
Performance Bond - J Dare Development	13,090			13,090	
Performance Bond - Woods Laurel Hills	3,375				3,375
Prosecutor's Office:					
Asset Maintenance Account	7,823	119	888		7,054
Auto Law Enforcement Trust Account	6,194	173			6,367
County Law Enforcement Trust Account	73,313	29,858	54,098		49,073
Federal County Law Enforcement Trust Account	91,433	115	34,648		56,900
Municipal Law Enforcement Trust Account	43,585	14,566	12,460		45,691
Seized Assets Trust Account	77,484	21,882	31,100		68,266
Really Transfer Fees		641,690	641,690		
Revolving Loan	1,037,822	211,568	1,249,390		
Road Opening Deposits	12,329	1,800			14,129
SCAPG - Nutrition Program	130,300	36,995	2,951		164,344
SCAPG - Parvin	46,207	6,879	4,581		48,505
Self Insurance		10,851	9,407		1,444
Sheriff's Trust	50,377	6,207	25,151		31,433
Surrogate Fees	45,456	18,091			63,547
Tax Appeals Filing Fees	39,409	9,808	10,175		39,042
Unemployment Claims	44	45,416	45,416		44
Veterans Deductions		425			425
Weights & Measures	84,868	14,684	1,300		98,252
Worker's Compensation	113,267	268,029	303,202		78,094
	<u>\$ 3,903,253</u>	<u>\$ 42,406,508</u>	<u>\$ 44,041,031</u>	<u>\$ 29,532</u>	<u>\$ 2,239,198</u>
Ref.	B	B-3		B-9	B
Disbursement	B-3		\$ 43,357,173		
Interfund	B-9				
Transfer of Mortgage Receivable	B-6		683,858		
			<u>\$ 44,041,031</u>		

**TRUST FUND - OPEN SPACE AND FARMLAND PRESERVATION
STATEMENT OF RESERVE FOR FUTURE USE**

Balance - December 31, 2014	<u>Ref</u> B		\$ 3,764,434
Increased by:			
2015 Tax Levy	B-1,5	\$ 1,069,668	
Reserve Receipts	B-3	2,280,568	
Interest on Deposits	B-3	<u>6,033</u>	
			<u>3,356,269</u>
			7,120,703
Decreased by:			
Reserve Disbursements	B-3	1,793,840	
Principal and Interests on Open Space Debt	B-2	<u>759,417</u>	
			<u>2,553,257</u>
Balance - December 31, 2015	B		<u>\$ 4,567,446</u>
<u>Analysis of Balance:</u>			
Cash			\$ 4,043,104
Investments			497,651
Due from Current Fund			24,920
Taxes Receivable			<u>1,771</u>
Reserve for Future Use			<u>\$ 4,567,446</u>

EXHIBIT B-9

**TRUST FUND
STATEMENT OF DUE TO CURRENT FUND
YEAR ENDED DECEMBER 31, 2015**

	<u>Ref</u>	
Balance - December 31, 2014	B	\$ 75,578
Increased by:		
Receipt	B-3	\$ 35,908
Cancellation of Reserves	B-7	<u>29,532</u>
		65,440
		<u>141,018</u>
Decreased by:		
Cancellation of Audio Visual Comm. Receivable	B	<u>10,231</u>
Balance - December 31, 2015	B	<u><u>\$ 130,787</u></u>

EXHIBIT B-10

**TRUST FUND - OPEN SPACE AND FARMLAND PRESERVATION
STATEMENT OF DUE FROM CURRENT FUND
YEAR ENDED DECEMBER 31, 2015**

	<u>Ref</u>	
Balance - December 31, 2014	B	\$ 2,863
Increased by:		
Payment	B-3	<u>72,270</u>
		75,133
Decreased by:		
Disbursements	B-3	<u>50,213</u>
Balance - December 31, 2015	B	<u><u>\$ 24,920</u></u>

GENERAL CAPITAL FUNDS

GENERAL CAPITAL FUND ANALYSIS OF CASH

		Disbursements						
		Balance December 31, 2014	Receipts Miscellaneous	Improvement Authorization	Miscellaneous	Transfers		Balance December 31, 2015
		\$	\$	\$	\$	To	From	\$
Fund Balance		234,962			200,000			34,962
Capital Improvement Fund		3,937						3,937
Amount Due from Current Fund		(5,841)	5,841					
Amount Due from Trust Fund		(32,180)	32,180					
Reserve for Payment of Debt		5,036			5,036			
Contracts Payable		2,110,443			2,110,443	1,805,591		1,805,591
Accrued Interest on Bond Sale		12,491	19,567		12,491			19,567
Overdraft - Bond Funds held by Trustee		(1,300,000)						(1,300,000)
Dam Restoration Loan Receivable								
IMPROVEMENT AUTHORIZATIONS:								
Ord.No.								
96-01	Acquisition of Various Equip.etc.	163,285		(48,255)			53,590	157,950
99-01	Renovation of Emergency Operations Center	881						881
04-03	Acquisition of Easement/Rights to Various Property	694,533		14,605			9,240	670,688
04-04	Creation of Revolving Loan Fund for Town Center	274,380						274,380
06-05	Reconstruction of Various County Roads	63						63
07-07	Improvements to Kamp Karney Dam/Spillway	1,111,849		(43,839)			43,839	1,111,849
08-03	Reserve for interest Earned - County Aid Improvement Program	183,338		(117,589)				300,927
08-06	Acquisition of Various Equipment, etc.	1,843,722		211,969			307,623	1,324,130
09-02	Reconstruct. And Maint. Of Various County Roads, Bridges and Dams	42,594		41,456				1,138
10-2	Reconstruct. And Maint. Of Various County Roads, Bridges and Dams	277,560		223,342			35,340	18,878
10-8	Acquisition of Various Equipment, etc.	65,364		40,300			2,700	22,364
11-2	Reconstruct. And Maint. Of Various County Roads, Bridges and Dams	53,118		34,984			16,807	1,327
11-3	Interest earned for County aid Improvement Grant	7,592						7,592
11-4	Repair and Reconstruction of Roads, Bridges and Railroads Damaged by Floods							
12-2	Various Improvements to Roadways, Bridges and Other Public Property Damaged by Hurricane Irene	2,309,486		211,350			1,256,599	841,537
12-4	Reconstruction/Maint. Of various Roads, Bridges and Dams	327,257						327,257
12-5	Internet County Aid Improvement Grant	59,892		(44,860)			62,753	41,999
13-2	Interest earned for County aid Improvement Grant	3,028						3,028
13-3	Various Improvements	1,258						1,258
13-4	Information Technology Upgrade	33,883		26,880				7,003
13-5	Vocational Tech. Water Tower Repairs	151,116		132,729			17,100	1,287
13-6	Various Improvements to Salem Co. College	1,018						1,018
13-7	Various Improvements to Salem Co. College	1,200,000		1,200,000				
14-3	Various Improvements to Salem Co. Vocational Technical High School	1,101,330		500,141				601,189
				3,011,466				(3,011,466)
		\$ 10,935,395	\$ 57,588	\$ 5,394,679	\$ 2,327,970	\$ 1,805,591	\$ 1,805,591	\$ 3,270,334
Ref.		C-2		C-7	C-2			C-2

EXHIBIT C-4

GENERAL CAPITAL FUND
STATEMENT OF DUE FROM (TO) CURRENT FUND
YEAR ENDED DECEMBER 31, 2015

	<u>Ref.</u>	
Balance December 31, 2014	C	\$ 5,841
Increased by:		
Interest on County Road aid Program received in Current Fund		4,713
		<u>10,554</u>
Decreased by:		
Received from Current Fund	C-2	5,841
Balance December 31, 2015	C	<u>\$ 4,713</u>

EXHIBIT C-5

GENERAL CAPITAL FUND
STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
YEAR ENDED DECEMBER 31, 2015

	<u>Ref.</u>	
Balance - December 31, 2014	C	\$ 33,994,000
Increased by:		
Issuance of Governmental Obligation Bonds	C-8	270,000
		<u>34,264,000</u>
Decreased by:		
Payment of Bond Principal:		
2015 Budget Appropriations	C-8	\$ 2,206,000
Open Space Trust Fund	C-8	499,000
State of New Jersey	C-8	310,000
		<u>3,015,000</u>
Balance - December 31, 2015	C	<u>\$ 31,249,000</u>

GENERAL CAPITAL FUND
STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
YEAR ENDED DECEMBER 31, 2015

Ordinance Number	Improvement Description	Balance December 31, 2014	Funded by Budget Appropriation	Balance December 31, 2015	Financed by Notes	Analysis of Balance December 31, 2015	
						Unexpended Improvement Authorizations	Expenditures
04-04	Creation of a Revolving Loan Fund for Town Center Revitalization Projects	\$ 2,750,000	\$ 25,000	\$ 2,725,000	\$ 375,000	\$ 2,350,000	\$
11-04	Repair and Reconstruction of Roads, Bridges and Railroads Damaged by Floods	8,190,000	290,000	7,900,000	7,900,000		
14-003	Various Improvements to Salem County Vocational Technical High School	3,149,364		3,149,364		137,898	3,011,466
		\$ 14,089,364	\$ 315,000	\$ 13,774,364	\$ 8,275,000	\$ 2,487,898	\$ 3,011,466
<u>Ref.</u>		C	C-9	C			

**SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
YEAR ENDED DECEMBER 31, 2015**

Project	Date	Ordinance Amount	December 31, 2014		Paid or Charged	December 31, 2015	
			Funded	Unfunded		Funded	Unfunded
96-01 Acquisition of Various Piece of Equipment and Construction of Various Capital Improvements	7/7/96	\$ 2,500,000	\$ 163,285	\$	\$ 5,335	\$ 157,950	\$
99-01 Renovation of Salem County Emergency Operations Centr.	2/3/99	810,000	881			881	
04-03 Acquisition of Easement and/or Development Rights to Various Parcels of Real Property	8/18/04	9,000,000	694,533		23,845	670,688	
04-04 Creation of a Revolving Loan Fund for Town Center Revitalization Projects	8/18/04	3,000,000		2,624,380			2,624,380
06-05 Reserve for Reconstruction of Various County Roads	11/15/06	1,400,000	63			63	
07-03 Disaster Recovery	5/16/07	500,000					
07-06 Alterations, Improvements and Relocation of County Off	7/18/07	205,000					
07-07 Construction of Improvements to the Camp Karney Dam Structure and Spillway	7/18/07	1,300,000	1,111,849			1,111,849	
07-09 Alterations, Improvements and Relocation of County Buildings and Offices	9/19/07	100,000					
07-11 Bathmetric Study for Avis Mill Pond	9/19/07	37,000					
08-03 Reserve for Interest Earned for County Aid Improvement Program Reconstruction of Various County Roads	5/21/08	404,254	183,338		(117,589)	300,927	
08-04 Reconstruction of Various County Roads	8/20/08	9,850,000	1,843,722		519,592	1,324,130	
08-06 Acquisition of Various Pieces of Equipment and Construction of Various Improvements	10/7/09	2,982,000	42,594		41,456	1,138	
09-02 Reconstruction and Maintenance of Various County Roads, Bridges and Dams	5/19/10	1,700,000	277,560		258,682	18,878	
10-02 Reconstruction and Maintenance of Various County Roads, Bridges and Dams	11/17/10	6,750,000	65,364		43,000	22,364	
10-08 Acquisition of Various Pieces of Equipment and Construction of Various Improvements	5/4/11	1,200,000	53,118		51,791	1,327	
11-02 Reconstruction and Maintenance of Various County Roads, Bridges and Dams	5/4/11	7,592	7,592			7,592	
11-03 Interest Earned for County Aid Improvement Grant	12/7/11	8,200,000		2,309,486	1,467,949	841,537	
11-04 Repair and Reconstruction of Roads, Bridges and Railroads Damaged by Floods	5/14/12	3,400,000	327,257			327,257	
12-02 Various Improvements to Roadways, Bridges, Railroads and Other Public Property Damaged by Hurricane Irene	7/18/12	430,000	59,892		17,893	41,999	
12-04 Recon./Maint. Of Various County Roads, Bridges and Dams	7/18/12	3,028	3,028			3,028	
12-05 Internet County Aid Improvement Grant	7/17/13	1,258	1,258			1,258	
13-02 Interest County Aid Improvement	7/17/13	1,000,000	33,883		26,880	7,003	
13-03 Various Improvements	9/18/13	160,000	1,018			1,018	
13-05 Vo Tech Water Tower Repairs	12/4/13	1,750,000	151,116		149,829	1,287	
13-04 Information Technology Upgrade	12/4/13	1,200,000	1,200,000		1,200,000		
13-06 Various Improvements to Salem Community College	12/4/13	1,500,000	1,101,330		500,141	601,189	
13-07 Various Improvements to Salem Community College							
14-03 Various Improvements to Salem County Vocational Technical High School	12/3/14	3,149,364		3,149,364	3,011,466		137,898
			\$ 7,322,681	\$ 8,083,230	\$ 7,200,270	\$ 5,443,363	\$ 2,762,278
			C	C		C	C
Ref.							
Disbursed							
Contracts Payable							
			C-2, C-3		\$ 5,394,679		
			C-11		1,805,591		
					\$ 7,200,270		

GENERAL CAPITAL FUND
STATEMENT OF SERIAL BONDS
YEAR ENDED DECEMBER 31, 2015

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance December 31, 2014	Refunded	Issued	Paid by Budget Appropriation	Balance December 31, 2015
			Date	Amount						
General Obligation Refunding Bonds	4-15-04	\$ 5,565,000	4/1/16	\$ 325,000	4.0%	\$ 655,000	\$	\$	330,000	\$ 325,000
General Obligation Bonds, Series 2005	10-1-05	8,300,000				390,000			390,000	
County College Bonds, Series 2006	7/15/06	1,800,000	7/15/16	225,000	4.75%	440,000			215,000	225,000
General Obligation Refunding Bonds, Series 2007			7/15/16	315,000	5.0%					
			7/15/17	330,000	5.0%					
			7/15/18	355,000	5.0%					
			7/15/19	365,000	5.0%	1,670,000			305,000	1,365,000
Vocational School Refunding Bonds, Series 2007			7/15/16	115,000	5.0%					
			7/15/17	125,000	5.0%					
			7/15/18	130,000	5.0%					
			7/15/19	135,000	5.0%	615,000			110,000	505,000
Governmental Loan Revenue Bonds, Series 2008A			4/15/16	400,000	3.75%					
			4/15/17	410,000	3.75%					
			4/15/18	430,000	3.75%	1,620,000			380,000	1,240,000
Special Services Refunding School Bonds			10/1/16	35,000	1.50%					
			10/1/17	35,000	1.75%					
			10/1/18	35,000	2.00%					
			10/1/19	330,000	3.00%					
			10/1/20	340,000	4.00%					
			10/1/21	365,000	2.00%					
			10/1/22	360,000	4.00%					
			10/1/23	375,000	4.00%					
			10/1/24	385,000	3.00%					
			10/1/25	395,000	3.00%					
			10/1/26	405,000	3.25%					
			10/1/27	410,000	3.50%					
			10/1/28	405,000	3.50%		3,615,000	270,000	20,000	3,865,000

GENERAL CAPITAL FUND
STATEMENT OF SERIAL BONDS
YEAR ENDED DECEMBER 31, 2015

Purpose	Date of Issue	Original Issue	Maturities of		Interest Rate	Balance December, 31, 2014	Refunded	Issued	Paid by Budget Appropriation	Balance December, 31, 2015
			Bonds Outstanding December 31, 2015	Amount						
Special Services School Bonds, Series 2009	10/30/08	\$ 6,000,000	10/1/16	\$ 260,000	4.0%					
			10/1/17	270,000	5.0%					
			10/1/18	285,000	5.0%	\$ 4,680,000	\$ (3,615,000)	\$ 250,000	\$ 815,000	
Governmental Loan Revenue Bonds, Series 2009	3/18/2009	9,854,000	3/15/16	415,000	5.00%					
			3/15/17	425,000	5.00%					
			3/15/18	440,000	5.00%					
			3/15/19	455,000	5.00%					
			3/15/20	475,000	4.00%					
			3/15/21	495,000	4.00%					
			3/15/22	515,000	4.00%					
			3/15/23	540,000	4.25%					
			3/15/24	565,000	4.25%					
			3/15/25	590,000	4.80%					
			3/15/26	620,000	4.80%					
			3/15/27	655,000	4.50%					
			3/15/28	685,000	5.00%					
			3/15/29	714,000	5.00%	7,989,000		400,000	7,589,000	
Governmental Obligation Bonds, Series 2011	5/18/2011	6,300,000	5/1/16	380,000	2.00%					
			5/1/17	395,000	2.00%					
			5/1/18	405,000	2.25%					
			5/1/19	420,000	2.50%					
			5/1/20	435,000	2.75%					
			5/1/21	455,000	3.00%					
			5/1/22	475,000	3.00%					
			5/1/23	495,000	3.25%					
			5/1/24	500,000	3.50%					
			5/1/25	500,000	4.00%					
			5/1/26	500,000	4.00%	5,330,000		370,000	4,960,000	

GENERAL CAPITAL FUND
STATEMENT OF SERIAL BONDS
YEAR ENDED DECEMBER 31, 2015

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance December 31, 2014	Refunded	Issued	Paid by Budget Appropriation	Balance December 31, 2015
			Date	Amount						
County College Bonds, Series 2012	3/15/2012	\$ 2,100,000	3/15/16	\$ 150,000	2.00%					
			3/15/17	260,000	2.00%					
			3/15/18	260,000	2.00%					
			3/15/19	260,000	2.00%					
			3/15/20	260,000	2.13%					
			3/15/21	260,000	2.75%					
County College Bonds, Series 2014	6/27/2014	2,700,000	3/15/16	130,000	3.00%	\$ 1,840,000	\$	\$	130,000	\$ 1,710,000
			3/15/17	160,000	2.00%					
			3/15/18	160,000	2.00%					
			3/15/19	165,000	2.00%					
			3/15/20	175,000	2.00%					
			3/15/21	175,000	2.13%					
			3/15/22	180,000	2.50%					
			3/15/23	180,000	3.00%					
			3/15/24	195,000	3.00%					
			3/15/25	200,000	3.00%					
			3/15/26	210,000	3.00%					
			3/15/27	220,000	3.00%					
County College Bonds, Series 2014	6/27/2014	4,765,000	3/15/28	220,000	3.13%	2,700,000			110,000	2,590,000
			3/15/29	220,000	3.25%					
			4/1/16	395,000	4.00%					
			4/1/17	415,000	3.00%					
			4/1/18	435,000	4.00%					
			4/1/19	455,000	3.00%					
			4/1/20	470,000	3.00%					
			4/1/21	490,000	3.00%					
			4/1/22	505,000	3.00%					
			4/1/23	520,000	3.00%					
			4/1/24	535,000	5.00%					
			4/1/25	540,000	5.00%					
						4,765,000			5,000	4,760,000
						\$ 32,694,000	\$	\$ 270,000	\$ 3,015,000	\$ 29,949,000
						C		C-5		C
						Ref.				
						Paid by Current			\$ 2,206,000	
						Paid by Trust Fund			499,000	
						Paid by State of New Jersey			310,000	
									\$ 809,000	

GENERAL CAPITAL FUND
STATEMENT OF BOND ANTICIPATION NOTES
YEAR ENDED DECEMBER 31, 2015

Ordinance Number	Improvement Description	Date of Original Issue	Date of Issue	Maturity Date	Interest Rate	Balance December 31, 2014	Increased	Decreased	Balance December 31, 2015
04-04	Creation of a Revolving Loan Fund for Town Center Revitalization Projects	8/27/08 8/27/08	8/22/15 8/22/14	6/24/16 8/21/15	1.04% 1.37%	\$ 400,000	\$ 375,000	\$ 400,000	\$ 375,000
11-04	Repair and Reconstruction of Roads, Bridges and Railroads Damaged by Floods	6/29/12 6/29/12	6/29/15 6/29/14	6/24/16 8/21/15	0.54% 1.50%	8,190,000	7,900,000	8,190,000	7,900,000
						<u>\$ 8,590,000</u>	<u>\$ 8,275,000</u>	<u>\$ 8,590,000</u>	<u>\$ 8,275,000</u>
					Ref.	C			C
	Reissued Budget Appropriation				C-6		\$ 8,275,000	\$ 8,275,000	
							<u>315,000</u>	<u>315,000</u>	
							<u>\$ 8,275,000</u>	<u>\$ 8,590,000</u>	

GENERAL CAPITAL FUND
STATE OF NEW JERSEY DAM RESTORATION LOAN
YEAR ENDED DECEMBER 31, 2015

Ordinance Number	Improvement Description	Date of Issue	Amount of Original Loan	Outstanding Loan Maturities		Interest Rate	Balance December 31, 2014	Balance December 31, 2015
				Year	December. 31, 2015 Amount			
07-07	Construction of Improvements to the Camp Karney Dam Structure and Spillway, together with the acquisition of all materials and equipment and completion of all work necessary therefore and related thereto	7/18/07	\$ 1,300,000	2016	\$ 31,205	2%		
				2017	63,349			
				2018	64,622			
				2019	65,921			
				2020	67,246			
				2021	68,598			
				2022	69,976			
				2023	71,383			
				2024	72,818			
				2025	74,281			
				2026	75,775			
				2027	77,298			
				2028	78,851			
				2029	80,436			
				2030	82,053			
2031	83,702							
2032	85,385							
2033	87,101							
			\$ 1,300,000	\$		\$ 1,300,000		
					Ref.	C	C	

EXHIBIT C-11

GENERAL CAPITAL FUND
STATEMENT OF CONTRACTS PAYABLE
YEAR ENDED DECEMBER 31, 2015

	<u>Ref.</u>	
Balance December 31, 2014	C	\$ 2,110,443
Increased by:		
Charges to Improvement Authorizations	C-7	1,805,591
		<u>3,916,034</u>
Decreased by:		
Liquidation of Prior Year Contracts	C-2	2,110,443
Balance December 31, 2015	C	<u><u>\$ 1,805,591</u></u>

EXHIBIT C-12

GENERAL CAPITAL FUND
STATEMENT OF CAPITAL IMPROVEMENT FUND
YEAR ENDED DECEMBER 31, 2015

	<u>Ref.</u>	
Balance December 31, 2014 and 2015	C	<u><u>\$ 3,937</u></u>

GENERAL CAPITAL FUND
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
YEAR ENDED DECEMBER 31, 2015

Ordinance Number	Improvement Description	Balance December 31, 2014	2015 Authorizations	Issued	Balance December 31, 2015
04-04	Creation of a Revolving Loan Fund for Town Center Revitalization Projects	\$ 2,350,000	\$	\$	2,350,000
14-03	Various Improvements to Salem County Vocational Technical High School	3,149,364			3,149,364
		\$ 5,499,364	\$	\$	5,499,364
<u>Ref.</u>		C			C

OUTSIDE OFFICES

EXHIBIT D

COUNTY OF SALEM
 COUNTY CLERK
 STATEMENT OF ASSETS, LIABILITIES AND RESERVES
 DECEMBER 31, 2015

		December 31,	
	Ref	2015	2014
ASSETS			
Cash	D-1	\$ 113,589	\$ 153,706
		113,589	153,706
LIABILITIES AND RESERVES			
Reserve for Trust Fund		3,155	2,658
Due to State of New Jersey		3,301	13,614
Due to County Treasurer		107,133	137,434
		\$ 113,589	\$ 153,706

**COUNTY CLERK
STATEMENT OF CASH
YEAR ENDED DECEMBER 31, 2015**

	<u>Ref</u>	
Balance - December 31, 2014	D	\$ 153,706
Increased by Receipts:		
County Recording Fees	\$ 370,452	
Realty Transfer Tax Fees	501,256	
State Trade Names	875	
Trust	23,054	
Copies	8,494	
Search	300	
Notary	350	
Photos	3,330	
Preservation Fund	257,861	
Tax Relief	183,140	
Interest Earned on Deposits	117	
State Millionaire Realty Transfer Fees	89,500	
Miscellaneous	1,018	
		<u>1,439,747</u>
		1,593,453
Decreased by Disbursements		
Interest Paid to County Treasurer's Office	124	
Turned over to Treasurer:		
Current Fund Anticipated Revenue	312,220	
Trust Funds	36,430	
State Realty Tax Fees	563,237	
Perservation Fund	259,579	
Public Health Priority Fund	55,773	
Extraordinary Aid Fund	78,453	
State Trade Names	1,009	
County Tax Relief	173,039	
		<u>1,479,864</u>
Balance - December 31, 2015	D	\$ <u>113,589</u>

**COUNTY OF SALEM
SURROGATE'S OFFICE**

**STATEMENT OF ASSETS, LIABILITIES AND RESERVES - REGULATORY BASIS
DECEMBER 31, 2015**

	<u>Ref</u>	<u>2015</u>	<u>2014</u>
ASSETS			
Cash	E-1	\$ 15,519	\$ 53,167
Investments - Probate Division:			
Surrogate's Trust Savings Accounts	E-2	2,746,178	2,963,289
Certificates of Deposit	E-3	282,035	307,100
		<u>3,043,732</u>	<u>3,323,556</u>
Total Assets		<u>3,043,732</u>	<u>3,323,556</u>
LIABILITIES AND RESERVES			
Salem County Court Probate Division		3,028,213	3,270,389
Attorney's Deposits		7,757	5,288
Due to County Treasurer		7,762	47,879
		<u>3,043,732</u>	<u>3,323,556</u>
Total Liabilities and Reserves		<u>\$ 3,043,732</u>	<u>\$ 3,323,556</u>

**SURROGATES OFFICE
STATEMENT OF CASH
YEAR ENDED DECEMBER 31, 2015**

	<u>Ref</u>		
Balance - December 31, 2014	E	\$	53,167
Increased by Receipts:			
Wills		\$	47,326
Letters of Administration			7,474
Guardianship			236
Affidavits			5,549
Research			1,487
Superior Court Fees			27,335
Miscellaneous			2,451
Interest Earned on Deposits			69
Attorney Escrow Inflows			96,634
			<hr/> 188,561
			<hr/> 241,728
Decreased by Disbursements			
State Superior Court Payments			20
Turned over to Treasurer:			
Current Fund Anticipated Revenue			119,057
Trust Funds			18,012
Refunds			242
Attorney Escrow Outflows			88,878
			<hr/> 226,209
Balance - December 31, 2015	E	\$	<hr/> <hr/> 15,519

SURROGATE'S OFFICE
STATEMENT OF INVESTMENT - SURROGATE'S TRUST SAVINGS ACCOUNTS
YEAR ENDED DECEMBER 31, 2015

	<u>Ref</u>	
Balance - December 31, 2014	E	\$ 2,963,289
Increased by Receipts		
Monthly Deposits	\$ 138,998	
Interest Earned on Deposits	<u>16,449</u>	
		<u>155,447</u>
		3,118,736
Decreased by Disbursements		
Monthly Withdrawals	372,324	
Income Tax Withholdings	<u>234</u>	
		<u>372,558</u>
Balance - December 31, 2015	E	\$ <u><u>2,746,178</u></u>

SURROGATE'S OFFICE
STATEMENT OF INVESTMENT - CERTIFICATE OF DEPOSIT
YEAR ENDED DECEMBER 31, 2015

	<u>Ref</u>	
Balance - December 31, 2014	E	\$ 307,100
Increased by Receipts		
Interest Earned on Deposits	\$ 1,938	<u>1,938</u>
		309,038
Decreased by Disbursements		
Redemption of Certificate of Deposit	25,000	
Interest Transferred to Minor's Account	<u>2,003</u>	<u>27,003</u>
Balance - December 31, 2015	E	<u><u>\$ 282,035</u></u>

EXHIBIT F

COUNTY OF SALEM
SHERIFF'S OFFICE
STATEMENT OF ASSETS, LIABILITIES AND RESERVES
DECEMBER 31, 2015

		December 31,	
	<u>Ref</u>	<u>2015</u>	<u>2014</u>
ASSETS			
Cash	F-1	\$ 397,324	\$ 58,190
		<u>397,324</u>	<u>58,190</u>
LIABILITIES AND RESERVES			
Fees and Executions		397,206	58,072
Due to County Treasurer	F-2	118	118
		<u>\$ 397,324</u>	<u>\$ 58,190</u>

EXHIBIT F-1

**SHERIFF'S OFFICE
STATEMENT OF CASH
YEAR ENDED DECEMBER 31, 2015**

	<u>Ref</u>	
Balance - December 31, 2014	F	\$ 58,190
Increased by Receipts:		
Sales and Executions	\$ 977,577	
County Fees	87,877	
Sheriff's Trust	6,120	
Interest Earned on Deposits	151	
		<u>1,071,725</u>
Total Revenue		<u>1,129,915</u>
Decreased by Disbursements		
Interest Paid to County Treasurer's Office	151	
Turned over to Treasurer:		
Current Fund Anticipated Revenue		
Trust Funds	87,877	
Refunds	6,120	
Advertising	352,292	
Deed	101,759	
Garnishments	13,050	
Miscellaneous	169,651	
	1,691	
		<u>732,591</u>
Balance - December 31, 2015	F	\$ <u>397,324</u>

SHERIFF'S OFFICE
SCHEDULE OF SHERIFF'S FEES DUE TO COUNTY TREASURER'S OFFICE
YEAR ENDED DECEMBER 31, 2015

	<u>Ref</u>		
Balance - December 31, 2014	F	\$	118
Increased by Receipts			
Fees Collected		\$ 87,877	
Trust Fund		6,120	
Interest Earned on Deposits		151	
			<u>94,148</u>
			94,266
Decreased by Disbursements			
Interest Paid to County Treasurer's Office		151	
Turned over to Treasurer:			
Current Fund Anticipated Revenue		87,877	
Trust Fund		6,120	
			<u>94,148</u>
Balance - December 31, 2015	F	\$	<u><u>118</u></u>

EXHIBIT H

COUNTY OF SALEM
JAIL PRISONER'S WELFARE FUND
STATEMENT OF ASSETS, LIABILITIES AND RESERVES
DECEMBER 31, 2015

	Balance December 31, 2014	Receipts		Disbursements		Balance December 31, 2015
		Interest	Other	County Treasurer	Other	
Warden						
Inmate Account	\$ 33,548	\$ 59	\$ 479,240	\$	\$ 476,354	\$ 36,493
Welfare Account	80,783	136	218,455		200,422	98,952
Bail Account	33	33	975,555		975,618	3
Miscellaneous	416		343,080	341,738	1,808	(50)
Home Detention	1,050		42,735		41,910	1,875
	<u>\$ 115,830</u>	<u>\$ 228</u>	<u>\$ 2,059,065</u>	<u>\$ 341,738</u>	<u>\$ 1,696,112</u>	<u>\$ 137,273</u>
Work Release	\$ 107	\$	\$	\$	\$	107
	<u>\$ 107</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 107</u>
Total Receipts and Disbursements		\$ 2,059,293		\$ 2,037,850		

COMMENTS

COUNTY OF SALEM, STATE OF NEW JERSEY

GENERAL COMMENTS
YEAR ENDED DECEMBER 31, 2015

Contracts and Agreements Required to be Advertised for N.J.S. 40A:1 1-4

Local units and the board of education that have appointed a Qualified Purchasing Agent pursuant to N.J.S.A. 40A:11-9(b) and take advantage of a higher bid threshold pursuant to N.J.S.A. 40A:11-3(a) and 18A:18A-3(a). Where the higher bid threshold is authorized, appropriate action should be taken to adjust the locally set amount.

Contracts exceeding the new threshold are subject to the appropriate requirements of the Local Public Contracts Law and the Public School Contracts Law. As a result of the change in bid threshold, the 15% threshold for the informal receipt of quotations thresholds of N.J.S.A. 40A:11-6.1(a) and 18A:18A-37(a) also changes. The following table summarizes the bid and quotation thresholds, which became effective July 1, 2015.

		Bid Threshold		Quote Threshold
Base Amount	\$	17,500	\$	2,625
With QPA	\$	40,000	\$	6,000

It is also noted that, as an alternative to public advertising, the County uses state contracts.

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S. 40A:1 1-5.

Any interpretation as to possible violation of the N.J.S. 40A:1 1-4 and N.J.A.C. 5:30-14 would be in the province of the County solicitor.

Collection of Interest on Delinquent Taxes

Pursuant to R.S. 54:4-74, County taxes are due and payable in quarterly installments on the 5th day of February, May, August and November. R.S. 54:4-76 provides that interest at the rate of 6% per annum shall be due and payable by any municipality for nonpayment of taxes on or before the due date. A review of the Treasurer's records revealed that compliance with the aforementioned law and regulations was noted for items tested.

Investment of Available Funds

The County had most of its available funds invested in interest-bearing investments or cash and cash equivalents during 2015. Earnings from interest on cash equivalents, investments and deposits are shown as revenue in the various accounts and funds of the County for 2015. The County has adopted a formal cash management plan policy in compliance with N.J.S.A. 40 A:5-14 of the Local Fiscal Affairs Law, which requires that every local unit shall adopt a "Cash Management Plan" and shall deposit in interest-bearing accounts all available public funds pursuant to the plan.

COUNTY OF SALEM, STATE OF NEW JERSEY
CURRENT YEAR FINDINGS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2015

Finding 2015-1

Criteria - Management is responsible for monitoring budget to actual expenditures to avoid over expenditures.

Condition - An over expenditure of current year appropriations and prior year appropriation reserves in the amounts of \$716,581 and \$107,925, respectively.

Effect - Noncompliance with State of New Jersey rules and regulations.

Cause - Adequate budget provision was not available to fund certain expenditures and an override of internal control resulted.

Recommendation - We recommend that the County CFO continue to monitor its budget versus actual expenditures to avoid over expenditures in the future.

Management Response - Management agrees with the finding and has implemented policy and procedures to avoid future budget over expenditures.

Finding 2015-2

Criteria - It is considered beneficial, as well as desirable for the time period between receiving proceeds from grants, trust and other reserves and the expenditure of said proceeds to be as short as possible and/or within the intended or stated time period.

Condition - There exists older amounts of accounts receivables and reserves in the various funds.

Effect - Several older accounts receivable, reserves and grant balances exist that possibly could be evaluated for collection, expenditure or other proper disposition.

Cause - An unintentional extension of time to complete the various processes necessary to close out certain receivables and reserves.

Recommendation - A review of various accounts receivables and reserve balances should be made in order to pursue the proper disposition.

Management Response - Management is aware of the necessary procedures to be updated and followed.

COUNTY OF SALEM, STATE OF NEW JERSEY
SUMMARY OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2014

FOLLOW-UP ON PRIOR YEAR'S FINDINGS

In accordance with governmental auditing standards, our procedures included a review of the prior year findings and resulted in the following conclusion:

Finding 2014-1

Condition

An over expenditure of current year appropriations and prior year appropriation reserves in the amounts of \$478,418.34 and \$73,214.17, respectively.

Status

This condition has not been resolved.

SINGLE AUDIT SECTION

NIGHTLINGER, COLAVITA & VOLPA

A Professional Association

Certified Public Accountants

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June 29, 2016

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE AND STATE OF NEW JERSEY CIRCULAR LETTER 15-08-OMB

To the Honorable Freeholder
Director and Members of the
Board of Chosen Freeholders
County of Salem, State of New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the County of Salem, State of New Jersey's (the "County") compliance with the types of compliance requirements described in the Uniform Guidance Compliance Supplement and the New Jersey OMB State Grant Compliance Supplements that could have a direct and material effect on each of the County's major federal and state programs for the year ended December 31, 2015. The County's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedules of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, contracts, and the terms and conditions of its federal awards and state financial assistance applicable to its federal and state programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey Circular Letter 15-08 OMB. Those standards, Uniform Guidance and New Jersey Circular Letter 15-08 OMB require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

Auditors' Responsibility (Continued)

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2015.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with Uniform Guidance and New Jersey Circular Letter 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Internal Control Over Compliance (Continued)

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance and New Jersey Circular Letter 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, PA

Raymond Colavita, C.P.A., R.M.A.

COUNTY OF SALEM
Schedule of Expenditures of Federal Awards
For the Year Ended December 31 2015

Federal Grantor/Pass-through Grantor/Program Title	Federal C.F.D.A.	State Account No./ Pass Through Number	Matching Contrib.	Program or Award Amount	Grant Period From To	Beginning Balance	Cash Received	Adjustment/ Cancellation	Matching Expend.	2015 Expenditures	Ending Balance	Cumulative Expenditures
U.S. DEPARTMENT OF AGRICULTURE												
Passed Through New Jersey Department of Agriculture												
Crop Insurance Education	10.769	13-IE-53300-013		178,665	10/01/14 9/30/15	\$ (60,344)	\$ 178,665		\$	\$ 118,321	\$ -	\$ 172,973
Crop Insurance Education	10.769	13-IE-53300-013		178,665	10/01/15 9/30/16					51,554	(51,554)	51,554
Senior Farmers' Market Nutrition Program	10.576	Unknown		500	7/1/15 9/30/15		500			500	-	500
Rural Business Enterprise Grant	10.351	35-017-216001-147		44,560	8/22/13 9/30/14	(33,466)	27,395			4,770	(10,841)	44,560
						(93,810)	206,560	-		175,145	(62,395)	269,587
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES												
Passed Through New Jersey Department of Health and Senior Services												
Salem County Area Plan Grant	93.045	4275-100-046-4110-049-J004-6110		886,308	1/1/13 12/31/13	7,661				7,589	72	882,368
Salem County Area Plan Grant	93.045	4275-100-046-4110-049-J004-6110		859,815	1/1/14 12/31/14	(364,076)	523,532			49,487	109,969	801,091
Salem County Area Plan Grant	93.045	4275-100-046-4110-049-J004-6110		847,581	1/1/15 12/31/15		842,585			781,844	60,741	781,844
Public Health Preparedness & Response for Bioterrorism	93.283	100-046-4104-360-J002-6120		316,079	7/1/13 6/30/14			12		(12)	-	252,013
Public Health Preparedness & Response for Bioterrorism	93.283	100-046-4104-360-J002-6120		258,371	7/1/14 6/30/15	(52,603)	188,846			136,243	-	232,510
Public Health Preparedness & Response for Bioterrorism	93.283	100-046-4104-360-J002-6120		260,348	7/1/15 6/30/16		46,874			98,353	(51,479)	98,353
Passed Through New Jersey Department of State												
HAVA 261	93.617	Unknown		28,095	2/19/15 9/30/15	(11,122)	11,122			38,825	-	38,825
HAVA 261	93.617	Unknown				(420,140)	1,632,391	12		1,112,329	99,910	3,067,004
U.S. DEPARTMENT OF JUSTICE												
Passed Through New Jersey Department of Law and Public Safety												
Victims of Crime (SART/SANE)	16.575	14-100-066-1020-142	10,655	42,819	10/1/14 9/30/15		10,655		10,655	33,494	(22,839)	33,494
Victims Witness Advocacy	16.575	Unknown	27,021	108,082	12/08/13 12/05/14	(108,082)	108,082			9,713	-	9,713
Victims of Crime	16.575	14-100-066-1020-142	26,946	107,783	12/08/15 12/05/16	9,713				139,445	(3,572)	139,445
Victims of Crime	16.575	13-100-066-1020-142	27,889	111,556	12/06/14 12/05/15		135,873		27,889	3,752	(938)	3,752
Justice Assistance Grant - Megan's Law	16.738	13-100-066-1020-364		3,752	1/15/15 1/14/16	(926)	3,740	9		58,151	-	118,723
Multi Jurisdictional Task Force	16.738	13-100-066-1020-364		121,176	7/1/13 6/30/14	9	71,485			55,825	(15,728)	55,825
Multi Jurisdictional Task Force	16.738	13-100-066-1020-364		118,723	7/1/14 6/30/15	(13,334)	40,097			300,380	(43,077)	360,952
Multi Jurisdictional Task Force	16.738	14-100-066-1020-364		119,761	7/1/15 6/30/16	(112,620)	369,932	9	38,544			
U.S. DEPARTMENT OF LABOR												
Passed Through New Jersey Department of Labor												
Workforce Investment Board - Adult	17.258	AA-11266-01-50	N/A	165,336	7/1/13 6/30/14	(21,030)	45,564			24,534	-	24,534
Workforce Investment Board - Adult	17.258	AA-11266-01-50	N/A	159,995	7/1/14 6/30/15		101,177			101,177	-	145,162
Workforce Investment Board - Adult	17.258	AA-11266-01-50	N/A	169,896	7/1/15 6/30/16		104,114			104,114	-	104,114
Workforce Investment Board - Youth	17.259	AA-11266-01-50	N/A	163,882	7/1/13 6/30/14	(34,051)	69,435			35,384	-	35,384
Workforce Investment Board - Youth	17.259	AA-11266-01-50	N/A	162,891	7/1/14 6/30/15		116,495			116,495	-	136,959
Workforce Investment Board - Youth	17.259	AA-11266-01-50	N/A	172,202	7/1/15 6/30/16		65,275			65,275	-	65,275
Workforce Investment Board - Dislocated Worker	17.278	AA-11266-01-50	N/A	21,072	7/1/12 6/30/13	(1,904)	1,904			52,447	-	52,447
Workforce Investment Board - Dislocated Worker	17.278	AA-11266-01-50	N/A	178,801	7/1/13 6/30/14	(51,863)	104,310			72,030	-	130,942
Workforce Investment Board - Dislocated Worker	17.278	AA-11266-01-50	N/A	207,876	7/1/14 6/30/15		196,696			196,696	-	196,696
Workforce Investment Board - Dislocated Worker	17.278	AA-11266-01-50	N/A	207,859	7/1/15 6/30/16	(108,848)	877,000	-		768,152	-	866,979

COUNTY OF SALEM
Schedule of Expenditures of Federal Awards
For the Year Ended December 31 2015

Federal Grantor/Pass-through Grantor/Program Title	Federal C.F.D.A.	State Account No./ Pass Through Number	Matching Contrib.	Program or Award Amount	Grant Period From To	Beginning Balance	Cash Received	Adjustment/ Cancellation	Matching Expend.	2015 Expenditures	Ending Balance	Cumulative Expenditures
U.S. DEPARTMENT OF TRANSPORTATION												
Passed Through South Jersey Transportation Planning Organization:												
Salem Hancock's Bridge Road Phase I (CR 658)	20.205	10-DT-BLA-570		1,093,467	Project Completion	(284,264)	404,532			120,268	-	1,012,032
Salem Hancock's Bridge Road Phase II (CR 658)	20.205	Unknown		1,552,295	Project Completion	(1,102,044)	301,163			63,717	(864,578)	1,170,761
Subregional Transportation Planning Program	20.205	STP-0132132(104) PE		208,600	Project Completion	37,861					37,861	
Subregional Transportation Planning Program	20.205	N/A	11,800	46,400	7/1/14 6/30/15	11,600	24,797			36,397	-	53,013
Federal Aid - Comm's Pike, Co. Rd #551, Phase IV	20.205	Unknown	11,800	1,658,312	Project Completion		90,000			564,713	(850)	1,655,738
Elmer Shirley Road	20.205	Unknown		1,000,000	Project Completion		45,000			989,500	(474,713)	989,500
Cohansey Friesburg Road	20.205	Unknown		100,000	Project Completion					28,800	(944,500)	28,800
Woodstown Road	20.205	Unknown		1,658,312	Project Completion					31,830	(31,830)	31,830
2013 Commissioner's Pike CR#581 - Phase III	20.205	Unknown		844,385	Project Completion	475,984	314,439	13,657		238,707	551,716	238,707
2013 Fed Aid Commissioner's Pike CR#581 Phase IV	20.205	STP-B00S(193)		458,800	Project Completion	(831,694)				15,498	(860,849)	15,498
Pennsville Auburn Road, County Rd #551, Phase II	20.205	STP-0156(194)		436,540	1/1/11 12/31/11	3,049					3,049	
Pennsville Auburn Road, County Rd #551, Phase III	20.205	STP-0156(194)		231,800	1/1/13 12/31/13	(16,650)	16,650				-	-
Salem County Safety Projects in Penns Grove Township	20.205	STP-3012			1/1/09 12/31/10							
Passed Through New Jersey Transit												
Section 5311	20.509	Unknown	70,124	231,802	7/1/13 6/30/14	22,826		47,199		(24,373)	-	106,285
Section 5311	20.509	Unknown	77,302	245,589	7/1/14 6/30/15	40,381	43,073			83,454	-	118,738
Section 5311	20.509	Unknown	100,442	238,737	7/1/15 6/30/16		100,442		100,442	48,149	52,293	48,149
Almond Road CR 540, Phase I	20.205	STP-0143 (103)	N/A	1,477,513	Project Completion	195,077		186,475		8,602	-	1,291,038
Almond Road CR 540, Phase II	20.205	STP-0143 (104)	N/A	1,401,804	Project Completion	(1,213,570)	935,260			157,747	(436,057)	1,155,382
New Freedom (Section 5317)	20.521	N/A	12,690	12,690	7/1/12 6/30/12	(1,145)		23			-	(1,168)
New Freedom (Section 5317)	20.521	N/A	41,576	90,161	7/1/12 6/30/13	(1,031)	1,031			384	-	14,952
New Freedom (Section 5317)	20.521	N/A	15,000	15,000	7/1/13 6/30/15	432		48		2,400	(2,400)	10,210
New Freedom (Section 5317)	20.521	N/A	3,300	13,550	7/1/14 6/30/15					26,917	-	26,917
New Freedom (Section 5317)	20.521	N/A	10,250	30,100	7/1/14 6/30/15	(4,510)	31,427				-	
						(2,667,698)	2,307,834	247,402	110,692	2,393,560	(3,000,826)	7,988,400
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT												
Passed Through New Jersey Department of Community Affairs												
Small Cities Housing Rehab	14.228	G-02-41-757-13M-303	15,000	150,000	2/1/12 5/31/14	(2,234)				6,410	(8,644)	142,544
CDBG Disaster Recovery (Greenville Bridge)	14.228	G-02-41-800-13V-303		337,412	1/1/13 12/31/15	(9,624)				17,797	(9,624)	326,707
Small Cities Block Grant	14.228	8020-100-22-8020-78-F292-6120	N/A	220,000	1/1/13 12/31/15	17,797					-	17,797
						5,939				24,207	(18,268)	469,251
U.S. DEPARTMENT OF ENVIRONMENTAL PROTECTION												
Passed Through New Jersey Department of Environmental Protection												
2006 Stormwater Regulation	66.463	WQ04-480	N/A	VARIOUS	VARIOUS	2,973		2,973			-	
2009 Wastewater Management Plan	66.454	Unknown	N/A	117,600	5/1/09 08/1/11	(42,061)	33,558				(8,503)	
2012 Wastewater Management Plan	66.454	Unknown	N/A	244,000	7/1/12 7/1/14	(136,220)	237,692			175,220	(73,746)	175,220
2013 Wastewater Management Plan	66.454	Unknown	N/A	244,000	1/1/15 12/31/15	(45,191)	12,488			12,486	(45,191)	12,486
						(220,499)	283,736	2,973		187,706	(127,442)	187,706
U.S. DEPARTMENT OF HOMELAND SECURITY												
Passed Through New Jersey Office of Homeland Security												
State Homeland Security Grant Program	97.067	EMW-2013-SS-00031	N/A	Prior Year	VARIOUS	(3)					(3)	
State Homeland Security Grant Program	97.067	EMW-2013-SS-00032	N/A	10/1/05 8/31/06		2		2			-	
State Homeland Security Grant Program	97.067	EMW-2013-SS-00032	N/A	10/1/10 8/31/11		1		1			-	
State Homeland Security Grant Program	97.067	EMW-2013-SS-00032	N/A	122,728	10/1/12 8/31/13	44					44	
State Homeland Security Grant Program	97.067	EMW-2013-SS-00032	N/A	100,000	10/1/13 8/31/14	(57,368)	90,436			33,068	-	72,454
State Homeland Security Grant Program	97.067	EMW-2013-SS-00032	N/A	100,000	10/1/14 8/31/15	(39,386)	133,210			93,824	-	93,824
State Homeland Security Grant Program	97.067	EMW-2013-SS-00032	N/A	100,000	9/1/15 8/31/18					10,357	(10,357)	10,357
State Homeland Security Grant Program	97.067	EMW-2013-SS-00032	N/A			(96,710)	223,646	3		137,249	(10,316)	176,635
						(3,714,386)	5,901,099	250,399	149,236	5,098,728	(3,162,414)	13,366,513
Total Federal Financial Assistance												

The accompanying Notes to Financial Statements and the Schedules of Expenditures for Federal and State Financial Assistance are an integral part of this schedule.

COUNTY OF SALEM
Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2015

State Funding Department/Program Title	State G.M.I.S. No.	Matching Contrib.	Program or Award Amount	Grant Period From To	Beginning Balance	Cash Received	Adjustment/ Cancellation	Matching Expenditures	2015 Expenditures	Ending Balance	Cumulative Expenditures
DEPARTMENT OF ENVIRONMENTAL PROTECTION											
County Environmental Health Act	98-100-042-4855-075	\$	\$ 129,000	7/1/13 6/30/14	\$ 42,278	\$	\$ 36,783	\$	\$ 5,495	\$	\$ 39,042
County Environmental Health Act	98-100-042-4855-075		7,160	1/1/14 12/31/14	(3,160)	7,160				4,000	7,160
Salem County Waste Management Program	Unknown		45,000	1/1/11 12/31/12	(3,451)	3,461				-	
					35,657	7,160	36,783		5,495	4,000	46,202
DEPARTMENT OF LABOR											
Work First New Jersey - TANF	100-054-7550-121		489,773	7/1/13 6/30/14	(133,082)	175,047			41,965	-	467,303
Work First New Jersey - TANF	100-054-7550-121		442,963	7/1/14 6/30/15	(37,608)	480,571			442,963	-	442,963
Work First New Jersey - TANF	100-054-7550-121		440,796	7/1/15 6/30/16		80,605			80,605	-	80,605
Work First New Jersey - Worker Verification	100-054-7550-121		17,376	7/1/14 6/30/15	11,785	11,785			11,785	-	17,376
Work First New Jersey - Worker Verification	100-054-7550-121		15,638	7/1/15 6/30/16		6,082			6,082	-	6,082
Work First New Jersey - TANF Needs Based	100-054-7550-121		40,000	7/1/14 6/30/15		34,934			34,934	-	34,934
Work First New Jersey - TANF Case Management	100-054-7550-121		88,159	7/1/14 6/30/15		57,346			57,346	-	89,856
Work First New Jersey - TANF Case Management	100-054-7550-121		86,063	7/1/15 6/30/16		33,794			33,794	-	33,794
Work First New Jersey-GA/SNAP	100-054-7550-121		155,097	7/1/13 6/30/14	(12,636)	12,636			119,643	-	141,108
Work First New Jersey-GA/SNAP	100-054-7550-121		155,097	7/1/14 6/30/15		119,643			30,327	-	236,450
Work First New Jersey-GA/SNAP	100-054-7550-121		144,149	7/1/15 6/30/16		30,327			119,643	-	30,327
Work First New Jersey-GA/SNAP Work Activities	100-054-7550-121		155,097	7/1/13 6/30/14	(44,448)	44,448			17,872	-	28,455
Work First New Jersey-GA/SNAP Case Management	100-054-7550-121		27,918	7/1/14 6/30/15		17,872			10,723	-	10,723
Work First New Jersey-GA/SNAP Case Management	100-054-7550-121		28,356	7/1/15 6/30/16		10,723			13,587	-	160
Work First New Jersey-GA/SNAP Needs Based	100-054-7550-121		14,025	7/1/14 6/30/15		13,587			24,840	-	24,840
Work First New Jersey-GA/SNAP Needs Based	100-054-7550-121		25,000	7/1/15 6/30/16		24,840			1,466	-	1,466
Work First New Jersey-CAPV & EEI & Food Stamps	100-054-7550-121		16,848	7/1/13 6/30/14	(1,466)	1,466			1,011	-	1,002
Work First New Jersey-CAPV & EEI & Food Stamps	100-054-7550-121		16,848	7/1/14 6/30/15		1,011			314	-	314
Work First New Jersey-CAPV & EEI & Food Stamps	100-054-7550-121		20,736	7/1/15 6/30/16		8,013			27,588	-	59,820
Workforce Development Program	Unknown		19,200	7/1/13 6/30/14	(8,013)	8,013			1,940	-	1,940
Workforce Development Act - Operator Salary	Unknown		65,000	7/1/14 6/30/15	(32,232)	65,000				-	
Workforce Development Act Youth Symposium	Unknown		1,940	7/1/15 6/30/16		1,940				-	
WDP Staff & Fringe	Unknown		45,213	7/1/12 6/30/13	5,739		5,739			-	
One Stop / WIA	Unknown		1,408,633	7/1/14 6/30/15	(280,714)		285,206			(565,920)	
One Stop / WIA	Unknown		1,261,166	7/1/15 6/30/16		136,526				136,526	
					(544,480)	1,368,510	250,945	-	957,319	(424,214)	1,722,978
DEPARTMENT OF HEALTH AND SENIOR SERVICES											
Right to Know	100-046-4771-105-6110		8,786	7/1/14 6/30/15	(188)	6,998			6,358	452	8,248
Right to Know	100-046-4771-105-6110		8,786	7/1/15 6/30/16		2,196			3,404	(1,208)	3,404
Cancer Education/Early Detection	4220-100-046-4533-329-J002-6140	17,489	148,000	7/1/14 6/30/15	(10,636)	62,188		17,489	41,783	9,769	58,057
State Health Insurance Assistance Program (SHIP)	DACS11SHIP008		24,000	4/1/13 3/31/14					15,820	-	24,000
State Health Insurance Assistance Program (SHIP)	DACS11SHIP008		29,500	4/1/14 3/31/15	(13,756)	29,576			18,824	(18,824)	29,421
State Health Insurance Assistance Program (SHIP)	DACS11SHIP008		27,000	4/1/15 3/31/16				14,833	40,000	14,833	18,894
MIPPA Outreach & Enrollment	DOAS13MIPA008	14,833	40,000	1/1/14 9/30/15	(33,853)	54,833			23,468	(33,853)	40,000
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110		238,539	1/1/14 12/31/15	(50,128)	82,347			208,355	8,751	232,357
Alcoholic Treatment Program	4240-100-046-4252-024-J002-6110		334,058	1/1/15 12/31/16		29,490	75	18,881	208,355	(178,865)	208,355
Alcoholic Treatment Program	Unknown		39,000	7/1/13 6/30/14	(9,270)	35,761			26,491	-	54,193
Special Child Health and Early Intervention	FGH-2011-EIP Case Mgmt-0020	15,880	39,895	7/1/14 6/30/15	(9,983)	15,880			15,026	854	29,169
Special Child Health and Early Intervention	Unknown	6,500	Various	Various	(20,407)					(9,983)	
Special Child Health and Early Intervention	4575-110-6140		Various	Various	(20,407)					(20,407)	
EIP COLA Funds	4575-110-6140		Various	Various	(148,221)	319,269	75	51,203	399,454.00	(228,481)	706,023

COUNTY OF SALEM
Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2015

State Funding Department/Program Title	State G.M.I.S. No.	Matching Contrib.	Program or Award Amount	Grant Period From To	Beginning Balance	Cash Received	Adjustment/ Cancellation	Matching Expenditures	2015 Expenditures	Ending Balance	Cumulative Expenditures
DEPARTMENT OF HUMAN SERVICES											
County Mental Health Planning Develop. & Admin	Unknown		Various	Various	(1,585)					(1,585)	
Mental Health Administration	Unknown		12,000	1/1/11 12/31/11	(12,000)					(12,000)	
Mental Health Administration	Unknown		12,000	1/1/12 12/31/12	(12,000)					(12,000)	
Mental Health Administration	Unknown		12,000	1/1/13 12/31/13	(12,000)					(12,000)	
Mental Health Administration	Unknown		12,000	1/1/14 12/31/14	11,991				18,000	(6,009)	24,009
PASP - Personal Attendant Services	7570-100-054-7570-361-LLLL-6130	20,000	11,114	1/1/15 12/31/15		11,113			8,334	2,779	
PASP - Personal Attendant Services	7570-100-054-7570-361-LLLL-6130		11,114	1/1/14 12/31/14	(926)	12,040			11,114	-	11,114
					(26,520)	23,153	-	-	37,448	(40,815)	43,457
JUVENILE JUSTICE COMMISSION											
YSCJJC Partnership	Unknown		202,406	1/1/07 12/31/07	(55,114)	55,114				-	
YSCJJC Partnership	Unknown		204,430	1/1/08 12/31/08	124		124			-	
YSCJJC Partnership	Unknown		204,430	1/1/09 12/31/09	(8,113)	8,113				-	
YSCJJC Partnership	Unknown		204,430	1/1/10 12/31/10	26,807		26,807			-	
YSCJJC Partnership	Unknown		204,430	1/1/11 12/31/11	(309)	309				-	
YSCJJC Partnership	Unknown		204,430	1/1/12 12/31/12	68,143				68,143	-	68,143
YSCJJC Partnership	Unknown		204,430	1/1/13 12/31/13	68,453		310		68,143	-	202,926
YSCJJC Partnership	Unknown		195,784	1/1/14 12/31/14	(106,338)	131,442			168,133	25,104	168,133
YSCJJC Partnership	Unknown		200,966	1/1/15 12/31/15		78,658			68,143	10,515	68,143
Family Court Services	Unknown		100,869	1/1/07 12/31/07	4,301		4,301			-	
Family Court Services	Unknown		101,878	1/1/09 12/31/09	(1,725)	1,725				-	
Family Court Services	Unknown		101,878	1/1/10 12/31/10	10,090		10,090			-	
Family Court Services	Unknown		101,878	1/1/11 12/31/11	(435)	435				-	
Family Court Services	Unknown		101,878	1/1/12 12/31/12	(259)	259				-	
Family Court Services	Unknown		100,261	1/1/14 12/31/14	(53,920)	64,442				10,522	
Family Court Services	Unknown		100,261	1/1/15 12/31/15		26,102				26,102	
					(48,295)	366,599	41,632		204,429	72,243	507,345
DEPARTMENT OF LAW AND PUBLIC SAFETY											
Prosecutor Insurance Fraud Reimbursement	Unknown		138,540	1/1/14 12/31/14	(33,850)	35,259			1,409	-	126,394
Prosecutor Insurance Fraud Reimbursement	Unknown		150,240	1/1/15 12/31/15		106,653			145,464	(38,811)	145,464
JAIBG Funds - Juvenile Justice Commission	1500-209-343010		8,225	1/1/12 12/31/12	(6,270)	6,270				-	
JAIBG Funds - Juvenile Justice Commission	1500-209-343010		4,980	1/1/13 12/31/13	(4,409)	4,409				-	4,982
JAIBG Funds - Juvenile Justice Commission	1500-209-343010	424	3,817	1/1/14 12/31/14	424	3,817				4,241	
Body Armor Replacement - Sheriff	1020-718-066-1020-001		20,821	7/1/13 6/30/14	5,918	7,225			13,143	-	14,903
Body Armor Replacement - Sheriff	1020-718-066-1020-001		18,045	7/1/14 6/30/15	18,045				18,045	-	18,045
Body Armor Replacement - Sheriff	1020-718-066-1020-001		18,854	7/1/14 6/30/15		18,854				18,854	13,143
Body Armor Replacement - Prosecutor	1020-718-066-1020-001		2,103	7/1/14 6/30/15	2,103				2,103	-	2,103
Body Armor Replacement - Prosecutor	1020-718-066-1020-001		2,268	7/1/15 6/30/17		2,268				2,268	
Title IV-D	100-054-7550-173-LLLL-6110		91,373	10/1/13 9/30/14	8,481	1,798			10,279	5,961	20,237
Title IV-D	100-054-7550-173-LLLL-6110		233,882	10/1/14 9/30/15		10,599			4,638	-	4,638
Title V Delinquency Prevention Program	1500-209-994570		149,997	9/1/10 9/30/11	23,750		23,750			-	
Emergency Management Agency Assist. (EMAA)	Unknown		46,000	7/1/13 6/30/14	-	65,000		23,000	17,500	47,500	17,500
Emergency Management Agency Assist. (EMAA)	Unknown		65,000	7/1/14 6/30/15		88,000			88,000	88,000	17,500
Conducted Energy Device Assistance Program	Unknown		23,941	7/1/14 6/30/15		23,940		12,591	23,940	-	23,940
NJ State Police 911 Coordinator	Unknown		Prior Year	Various	(2,273)					(2,273)	
HAZ-MAT Training Grant	Unknown			10/1/13 9/30/14	(21,500)	21,500				-	
Salem County Safe Roadways	Unknown		63,000	10/1/09 9/30/10	(130)					(130)	
					(9,711)	374,092	23,750	35,591	236,521	125,610	391,329

COUNTY OF SALEM
Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2015

State Funding Department/Program Title	State G.M.I.S. No.	Matching Contrib.	Program or Award Amount	Grant Period From	Grant Period To	Beginning Balance	Cash Received	Adjustment/ Cancellation	Matching Expenditures	2015 Expenditures	Ending Balance	Cumulative Expenditures
DEPARTMENT OF STATE												
Local Arts Program	2530-100-074-2530-032-5003-6130		45,041	1/1/14	12/31/14		11,260			11,260	-	45,041
Local Arts Program	2530-100-074-2530-032-5003-6130		46,843	1/1/15	12/31/15	23,422	11,711			36,592	(1,459)	36,592
Historical Commission Grant	08 HIST 166 AGO		7,351	7/1/13	6/30/14	500	375			875	-	7,726
Historical Commission Grant	08 HIST 166 AGO		7,351	7/1/14	6/30/15	7,351				7,351	-	7,351
Historical Commission Grant	08 HIST 166 AGO		7,351	7/1/15	6/30/16		7,351				7,351	7,351
Right to Farm Activities Grant	Unknown		Prior Year	1/1/00	12/31/00	4,805					4,805	4,805
Right to Farm Activities Grant	Unknown		Prior Year	1/1/01	12/31/01	5,206					5,206	5,206
Right to Farm Activities Grant	Unknown		Prior Year	1/1/02	12/31/02	4,516					4,516	4,516
						45,800	30,697	-	-	56,078	20,419	96,710
DEPARTMENT OF TREASURY												
Governor's Council on Alcoholism and Drug Abuse												
Alliance to Prevent Alcoholism and Drug Abuse	2000-100-082-C001-044-0999-6010		137,783	1/1/12	12/31/12	(15,697)					(15,697)	
Alliance to Prevent Alcoholism and Drug Abuse	2000-100-082-C001-044-0999-6010		127,764	1/1/13	12/31/13	(32,154)	400			765	(32,519)	102,352
Alliance to Prevent Alcoholism and Drug Abuse	2000-100-082-C001-044-0999-6010		63,882	1/1/14	6/30/14	(79,104)	39,356			103,102	(142,850)	61,714
Alliance to Prevent Alcoholism and Drug Abuse	2000-100-082-C001-044-0999-6010		137,601	7/1/14	6/30/15					15,069	(15,069)	131,933
						(126,955)	39,756	-	-	118,936	(206,135)	295,999
DEPARTMENT OF TRANSPORTATION												
New Jersey Transit												
Senior Citizen and Disabled Trans. Program	N.J. Transit Corp.		83,848	1/1/12	12/31/12	1	83,847			83,848	-	83,848
Senior Citizen and Disabled Trans. Program	N.J. Transit Corp.		460,517	1/1/13	12/31/13					207,585	(207,565)	448,352
Senior Citizen and Disabled Trans. Program	N.J. Transit Corp.		380,000	1/1/14	12/31/14	(73,403)	329			(73,074)	-	205,308
Senior Citizen and Disabled Trans. Program	N.J. Transit Corp.		559,708	1/1/15	12/31/15		191,730			155,170	36,560	155,170
State Aid Highway Projects:												
2012 County Aid Improvement Program	6320-480-078-6320-TCAP-6010		1,823,000	Project Completion	Project Completion	1,823,000	1			980,965	842,036	980,964
2013 County Aid Improvement Program	6320-480-078-6320-TCAP-6010		1,807,000	Project Completion	Project Completion	1,807,000				1,807,000	1,807,000	2,987,301
2014 County Aid Improvement Program	6320-480-078-6320-TCAP-6010		2,365,000	Project Completion	Project Completion	(2,985,286)	3,148,575			2,987,301	(2,824,012)	1,958,939
2011 County Aid Improvement Program	6320-480-078-6320-TCAP-6010		1,823,000	Project Completion	Project Completion	1,101,318	135,939			1,237,257	-	1,823,000
2009 County Aid Improvement Program	6320-480-078-6320-TCAP-6010		1,823,000	Project Completion	Project Completion	73,517				73,517	-	1,830,143
2008 County Aid Improvement Program	6320-480-078-6320-TCAP-6010		1,818,000	Project Completion	Project Completion	(3,862)	12,413			12,413	(29,716)	1,149,796
State Rail Plan (2011)	Unknown	150,000	1,350,000	Project Completion	Project Completion	239,871	69,482			69,482	239,871	829,611
2012 County Bridge Initiative (Palatine Culvert)	480-078-6320-AKD-6010		Prior Year	Project Completion	Project Completion	2,919					2,919	
Local Bridges, Future Needs - Kings Hwy, CR #620	09-480-078-6320-AKD-6010		Prior Year	Project Completion	Project Completion	(681,093)	194			193	(681,092)	1,004,571
Local Bridges, Future Needs - Kings Hwy, CR #620	09-480-078-6320-AKD-6010		1,100,000	Project Completion	Project Completion	(1,018,748)	891,645			846,203	(973,306)	2,075,077
Short Line Track Rehabilitation Phase VI	Unknown	210,125	1,891,127	Project Completion	Project Completion	(4,995)					(4,995)	
Emergency Housing Repair Fund	Unknown		Prior Year	Various	Various							
Federal Aid Urban System - Substitute Prog - Reconstruction of Quinton-Elmer Road	Unknown		Prior Year	Various	Various	(1,118)	1,118				-	
Reconstruction of Quinton-Elmer Rd Section III	Unknown		Prior Year	Various	Various	(50,000)	50,000				-	
Capital Transportation Program Fiscal Yr 1994-1997	Unknown		Prior Year	Various	Various	(8,030)					(8,030)	
Replacement of Webster's Mill Bridge	Unknown		1,000,000	Various	Various	(250,000)					(250,000)	
						(28,909)	4,569,290			6,841,828	(2,050,329)	15,532,060
DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT												
Oldmans Twp Economic Development Project	2800-570-020-2800-001-EEEE-6110		5,000,000	Various	Various	9,735		9,735			-	
						9,735	-	9,735			-	

COUNTY OF SALEM
Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2015

State Funding Department/Program Title	State G.M.I.S. No.	Matching Contrib.	Program or Award Amount	Grant Period From To	Beginning Balance	Cash Received	Adjustment/ Cancellation	Matching Expenditures	2015 Expenditures	Ending Balance	Cumulative Expenditures
DEPARTMENT OF COMMUNITY AFFAIRS											
Old Salem Courthouse - Phase II	Unknown	125,000	250,000	8/6/09 8/6/14	(250,000)	250,000				-	
SCBG - ADA Grant Agreement #08-2115-00	2008-02292-2115-00	36,000	150,000	4/1/08 9/30/09	22,183					22,183	
Johnson Building					(227,817)	250,000			-	22,183	
DEPARTMENT OF MILITARY AND VETERANS AFFAIRS											
Veterans Transportation	Unknown		13,000	7/1/13 6/30/14	(2,186)	10,838			8,652	-	13,000
Veterans Transportation	Unknown		13,000	7/1/14 6/30/15		5,415			5,435	(20)	6,903
War Veterans Cemetery and Park	Unknown		6,100	1/1/15 12/31/15	1,440	68			1,468	40	1,468
					(746)	16,321			15,555	20	21,371
OTHER STATE PROGRAMS											
NJOEM	Unknown		7,500	1/1/14 12/31/14	(7,500)	15,000			7,500	-	7,500
RRP	Unknown		249,862	7/1/13 6/30/14	(35,420)	8,900			(26,520)	-	196,667
RRP	Unknown		306,657	7/1/14 6/30/15	3,828	270,295			269,935	4,188	272,831
RRP	Unknown		256,544	7/1/15 6/30/16					169,912	(169,912)	169,912
					(39,092)	294,195	-	-	420,827	(165,724)	646,910
Total State Financial Assistance					\$ (1,109,534)	\$ 7,659,042	\$ 402,920	\$ 86,794	\$ 9,093,890	\$ (2,871,223)	\$ 20,010,406

The accompanying Notes to Financial Statements and the Schedules of Expenditures for Federal Awards and State Financial Assistance are an integral part of this schedule.

COUNTY OF SALEM, STATE OF NEW JERSEY

NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

A. GENERAL

The accompanying schedules of financial assistance present the activity of all federal and state financial assistance programs of the County of Salem, New Jersey (the "County"). The County is defined in Note A to the County's financial statements – regulatory basis. The County is the prime sponsor and recipient of various federal and state grant funds. The County has delegated the administration of grant programs and the reporting function to various departments within the County. Substantially all grant and program cash funds are commingled with the County's other funds, although each grant is accounted for separately within the County's financial records. The Treasurer's Office of the County performs accounting functions for all grants.

B. BASIS OF ACCOUNTING

The accompanying schedules of federal awards and state financial assistance are presented using the modified basis of accounting in accordance with the "Requirements of Audit" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the County accounts for its financial transactions through separate funds, which differ from the funds required by accounting principles generally accepted in the United States of America ("GAAP").

Modifications to the accrual basis:

- a. Expenditures are recorded on the Schedules of Expenditures of Federal Awards and State Financial Assistance when encumbered.
- b. Prepaid expenditures are not recorded.
- c. Obligations for employees' vested vacation and sick leave are recorded when paid.
- d. Revenues are recorded when anticipated in the budget.
- e. Property and equipment purchased are recorded as expenditures at the time of purchase and are not capitalized.

C. COMMITMENTS AND CONTINGENCIES

Each of the grantor agencies reserves the right to conduct additional audits of the County's grant programs for economy, efficiency and program results. However, the County management does not believe such audits would result in material amounts of disallowed costs.

The County has entered into various contracts with sub-recipients and other contractors to perform services or provide goods in the effort to administer such grants. Thus, the County has commitments to meet various conditions of such contracts.

COUNTY OF SALEM, STATE OF NEW JERSEY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE (CONTINUED)

D. PUBLIC ASSISTANCE GRANTS

The County is the recipient of Public Assistance Grants, which have been audited separately by the State of New Jersey and are not included in the Schedules of Federal Awards and State Financial Assistance contained in this report. This program is for the operations of the County Welfare Department.

E. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

F. MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

G. RELATIONSHIP TO FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the County's general purpose financial statements. Expenditures from awards are reported in the County's general purpose financial statements as follows:

	<u>Federal</u>	<u>State</u>	<u>Local</u>	<u>Total</u>
Current Fund	\$ 5,098,728	\$ 9,093,890	\$ 165,126	\$ 14,357,744

COUNTY OF SALEM, STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2015

Section I - Summary of Auditors' Results

Basic Financial Statements

Type of auditors' report issued: *Unmodified*

Internal control over financial reporting:

- Material weaknesses identified ☐ yes ☒ no
- Significant deficiencies identified ☐ yes ☒ none reported
- Noncompliance material to financial statements notes ☐ yes ☒ no

Federal Awards

Internal control over major programs:

- Material weaknesses identified? ☐ yes ☒ no
- Significant deficiencies identified? ☐ yes ☒ none reported

Type of auditors' report issued on compliance for major programs: *Unmodified*

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Uniform Guidance? ☐ yes ☒ no

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
93.283	Public Health Preparedness and Response for Bioterrorism
16.738	Multijurisdictional Narcotics Task Force; Edward Byrne Memorial; Justice Assistance Grant - Megan's Law
20.205	2010 SJTPO - Salem Hancock's Bridge, Phase I; SJTPO Salem Hancock's Bridge, Phase II; 2014 Commissioners Pike; 2014 Elmer-Shirley Road; 2014 Cohansey Friesburg Rd; 2014 Woodstown Road; 2013 Federal Aid Commissioners Pike, CR581; Subregional Transportation Planning Prog; 2012 Almond Road Phase I; 2013 Almond Road Phase II

Dollar threshold used to distinguish between Type A and Type B Programs:

\$ 750,000

Auditee qualified as low-risk auditee? ☐ yes ☒ no

COUNTY OF SALEM, STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended December 31, 2015

Section I - Summary of Auditors' Results (Continued)

State Financial Assistance

Internal control over major programs:

- Material weaknesses identified? yes X no
- Significant deficiencies identified? yes X none reported

Type of auditors' report issued on compliance for major programs: *Unmodified*

Any audit findings disclosed that are required to be reported
in accordance with N.J. Circular 15-08-OMB. yes X no

Identification of major programs:

<u>State Grant Account Number</u>	<u>Name of State Program or Cluster</u>
100-054-7550-121	Work First NJ (2015 WIA WFNJ, 2016 WIA WFNJ, Work First NJ, GA/SNAP, Work First NJ TANF)
Unknown	Senior Citizen and Disabled Resident Transportation
6320-480-078-6320-TC	County Aid Program (2008, 2009, 2011, 2012, County Aid Program, 2014 County Aid Prog Willow Grove)

Dollar threshold used to distinguish between
Type A and Type B Programs: \$ 750,000

Auditee qualified as low-risk auditee? yes X no

COUNTY OF SALEM, STATE OF NEW JERSEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended December 31, 2015

Section II - Financial Statement Findings

No matters were reported.

Section III - Federal Award and State Financial Assistance Findings and Questioned Costs

No matters were reported.

COUNTY OF SALEM, STATE OF NEW JERSEY
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
Year Ended December 31, 2015

There were no prior year matters reported.